

**CERTIFIED MAIL - RETURN RECEIPT REQUESTED**

July 20, 2010

Ms. Patty Walker  
Senior Vice President  
Ohio and Kentucky Operations  
Duke Energy Corporation  
139 East Fourth Street  
Cincinnati, OH 45202

**CPF 2-2007-6009**

Dear Ms. Walker:

On September 23, 2008, the Pipeline and Hazardous Materials Safety Administration (PHMSA) issued to Duke Energy Corporation (Duke) a Final Order which included a compliance order and warning items. This order was based on findings discovered during an inspection conducted by PHMSA and the Kentucky Public Service Commission in November 2006.

Because Duke has met the terms of the compliance order, this case is now closed and no further action is contemplated with respect to the matters involved in this case.

If you have any questions concerning this matter or any other pipeline safety matter please feel free to contact Bill Tzamos at 404-832-1163.

Sincerely,

Wayne T. Lemoi  
Director, Office of Pipeline Safety  
PHMSA Southern Region