

REGULATORY OVERVIEW



Current Rate Information (As of 2/16/2012)

	NC	SC	OH Electric	OH Gas	IN	KY Electric	KY Gas
Rate Base in Rates	\$14.5B ⁽¹⁾		\$1.3B	\$700MM	\$5.6B	\$600MM ⁽⁴⁾	\$200 MM ⁽⁵⁾
Allowed ROE	10.5%	10.5%	10.63% per settlement	NA per settlement	10.50%	NA per settlement	10.375%
Equity	53.00%	53.00%	N/A per settlement ⁽²⁾	55.76%	44.44% ⁽³⁾	51.00%	50.80%
Effective Date of Most Recent Rates	2/1/2012	2/6/2012	Distribution: 7/8/2009 ESP: 1/1/2012	7/1/2008	5/24/2004	1/1/2007	1/1/2010
Fuel Clause Updated	Annually	Annually	N/A	Monthly	Quarterly	Monthly	Monthly
Environmental Capital Clause Updated	N/A	N/A	N/A	N/A	Semi-Annually	N/A	N/A

- (1) Includes state allocable share of \$1B Cliffside CWIP in NC and \$1.6B Cliffside CWIP in SC
 (2) Settlement reflects a 58% common equity amount per the "actual adjusted capital structure", but does not specify 58%
 (3) Indiana's capital structure includes accumulated deferred income taxes (ADIT)
 (4) Kentucky allows recovery on total capitalization instead of rate base
 (5) Reflects only the investment subject to KPSC jurisdiction

Rate Case Filing Requirements

	NC	SC	OH Electric	OH Gas	IN	KY Electric	KY Gas
Notice of Intent Required?	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Notice Period	30 days	30 days	30 Days	30 Days	Varies	28 Days	28 Days
Test Year	Historical	Historical	Partially Projected	Partially Projected	Historical	Forecast Optional	Forecast Optional
Time Limitation Between Cases	No	No	No	No	15 Months	No	No
Rates Effective Subject to Refund	7 Months After Filing	12 Months After Filing	9 Months After Filing	9 Months After Filing	N/A	6 Months After Filing	6 Months After Filing