

PPL ELECTRIC UTILITIES CORPORATION

Adjustment for Company Use Generation Supply Purchases
Year Ended December 31, 2010
(Thousands of Dollars)

This adjustment was made to reflect the net increase in distribution operating expense resulting from PPL Electric's need to purchase generation supply for the facilities that it owns (Company Use) beginning on January 1, 2011.

<u>Line No.</u>	<u>Description</u>	<u>Amount</u>
1	Total annual Kilowatt-hour usage for PPL Electric's facilities	70,024,000
2	Estimated generation supply purchase price per kilowatt-hour	<u>\$ 0.08742</u>
3	Total estimated generation supply expense (line 1 x line 2)	<u>\$ 6,121</u>
4	Portion assigned to affiliated business units based on building space utilization	25.9%
5	Amount recovered from affiliated business units based on building space utilization (line 3 x line 4)	<u>\$ 1,587</u>
6	Net increase in distribution operating expense (line 3 - line 5)	<u>\$ 4,534</u>