

PPL ELECTRIC UTILITIES CORPORATION

Cash Working Capital
As of December 31, 2009
(Thousands of Dollars)

<u>Line No.</u>	<u>Description</u>	<u>Amount</u>
1	Operation and maintenance expense (C-4, page 2)	\$20,938
2	Average prepayments (C-4, page 3)	2,806
3	Accrued taxes (C-4, page 4)	14,294
4	Interest payments (C-4, page 5)	(8,954)
5	Preferred and preference dividend payments (C-4, page 6)	<u>185</u>
6	Total cash working capital requirement	<u><u>\$29,269</u></u>

PPL ELECTRIC UTILITIES CORPORATION

Working Capital Required for Operation and Maintenance Expenses
As of December 31, 2009
(Thousands of Dollars)

Line No.	Description	Amount	Avg. Days	Weighted Amount	
	Average Lag in Receipt of Operating Revenue				
1	Revenue from 15-day due date customers	\$281,229	34 (a)	\$9,561,786	
2	Revenue from 20-day due date customers	501,550	59 (a)	29,591,450	
3	Revenue from 30-day due date customers	93,883	43 (a)	4,036,969	
4	Total Revenue (D-3)	<u>\$876,662</u>		<u>\$43,190,205</u>	
	Average Lag in Payment of Operation and Maintenance Expense				
5	Payroll	\$87,157	12	\$1,045,884	
6	Employee benefits	29,111	35	1,018,885	
7	Affiliate support costs	115,039	35	4,026,365	
8	Other operating expenses	127,573	31	3,954,763	
9	Total pro forma O&M expense (b)	<u>\$358,880</u>		<u>\$10,045,897</u>	
10	Average lag in receipt of revenue			49.3	
11	Average lag in payment of operating expense			28.0	
12	Average lag in days between payment of operating expense and receipt of revenue (line 10 - line 11)			<u>21.3</u>	
13	Operating expense per day (line 9 ÷ 365 days)			\$983	
14	Working capital requirement (line 13 x line 12)			\$20,938	
			<u>Customer Due Date</u>		
			<u>15 days</u>	<u>20 Days</u>	<u>30 Days</u>
(a)	Midpoint of 30-day service period		15	15	15
	Lag between meter reading and billing date		1	1	1
	Lag between billing date and payment date		18	43	27
			<u>34</u>	<u>59</u>	<u>43</u>
(b)	Proforma operating and maintenance expense (D-1)	\$367,214			
	Less: Non-cash items				
	Uncollectible accounts expense per books	6,723			
	Amortization of Ice and Snow Storm costs	1,611			
	Total pro forma O&M expense	<u>\$358,880</u>			

PPL ELECTRIC UTILITIES CORPORATION

Average Prepayments
As of December 31, 2009
(Thousands of Dollars)

Line No.	Month	Insurance	PUC Annual Assessment	Postage	Other	Total
1	December 2008	\$0	\$2,648	\$21	\$0	\$2,669
2	January 2009	50	2,207	15	8	2,280
3	February	45	1,766	32	47	1,890
4	March	41	1,324	32	184	1,581
5	April	36	883	17	148	1,084
6	May	32	441	25	129	627
7	June	27	4,650	25	109	4,811
8	July	23	4,263	13	98	4,397
9	August	18	3,875	22	282	4,197
10	September	14	3,488	21	222	3,745
11	October	9	3,236	0	181	3,426
12	November	5	2,831	1	119	2,956
13	December	0	2,427	3	402	2,832
14	Total Prepayments	\$300	\$34,039	\$227	\$1,929	\$36,495
15	Monthly Average	\$23	\$2,618	\$17	\$148	\$2,806

PPL ELECTRIC UTILITIES CORPORATION

Accrued Taxes
Year Ended December 31, 2009
(Thousands of Dollars)

<u>Line No.</u>	<u>Description</u>	<u>Amount</u>	<u>12-Month Accrued Factor (c)</u>	<u>Accrued Taxes</u>
1	Federal income tax (D-1, line 6, col. 5 + col. 7)	\$48,991	-3.77%	(\$1,845)
2	PA income tax (D-1, line 7, col. 5 + col 7)	18,779	-1.68%	(316)
3	PA gross receipts tax (a)	43,196	35.82%	15,471
4	PA capital stock tax (b)	2,665	-1.68%	(45)
5	PA public utility reality tax (D-10, page 4)	4,414	23.32%	1,029
6	Total accrued taxes			<u><u>\$14,294</u></u>
 (a) PA gross receipts tax				
	Amount per D-10, page 3	\$40,537		
	Amount due to proposed increase (D-11, page 5)	<u>2,659</u>		
	TOTAL	<u><u>\$43,196</u></u>		
 (b) PA capital stock tax				
	Amount applicable to electric operations (D-10, page 2)	\$2,568		
	Amount applicable to proposed increase (D-11, page 5)	<u>97</u>		
	TOTAL	<u><u>\$2,665</u></u>		

(c) The 12-month average factor represents, in the case of Federal and State income tax and capital stock tax, the portion of the tax liability which is available to the Company for the payment of other costs. This situation exists because revenue is available from customers prior to payment dates of the taxes. The factors for the other Pennsylvania taxes represent the portions of those tax liabilities which must be provided by the Company due to payment of the taxes before the revenue is available from customers. Exhibit Historic 1, Schedule C-4, pages 7 through 12 reflect the computation of such factors.

PPL ELECTRIC UTILITIES CORPORATION

Interest Payments
As of December 31, 2009
(Thousands of Dollars)

<u>Line</u>	<u>No.</u>	<u>Description</u>	<u>Amount</u>
1		Measures of value at December 31, 2009 (C-1)	\$ 2,736,605
2		Long-term debt ratio (B-9)	44.32%
3		Embedded cost of long-term debt (B-9)	6.63%
4		Pro forma interest (line 1 x line 2 x line 3)	<u>\$80,413</u>
5		Daily amount (line 4 ÷ 365)	<u>\$220</u>
6		Days to mid-point of interest payments	90.0
7		Less: Revenue lag days (C-4, page 2)	<u>49.3</u>
8		Interest payments lag days (line 6 - line 7)	<u>40.7</u>
9		Total interest payments (line 5 x line 8)	<u>\$8,954</u>

PPL ELECTRIC UTILITIES CORPORATION

Preferred and Preference Dividend Payments

As of December 31, 2009

(Thousands of Dollars)

<u>Line</u>	<u>No.</u>	<u>Description</u>	<u>Amount</u>
	1	Measures of value at December 31, 2009 (C-1)	\$2,736,605
	2	Preferred and preference stock ratio (B-9)	9.23%
	3	Embedded cost of preferred and preference stock (B-9)	6.23%
	4	Pro forma dividends (line 1 x line 2 x line 3)	<u>\$15,736</u>
	5	Daily amount (line 4 ÷ 365)	<u>\$43</u>
	6	Days to mid-point of dividend payments	45.0
	7	Less: Revenue lag days (C-4, page 2)	<u>49.3</u>
	8	Dividend payments lag days (line 6 - line 7)	<u>(4.3)</u>
	9	Total preferred and preference dividend payments (line 5 x line 8)	<u>(\$185)</u>

PPL ELECTRIC UTILITIES CORPORATION

Average Percent of Federal Income Tax Available After Payout

<u>Line No.</u>	<u>Total</u>	<u>Jan</u>	<u>Feb</u>	<u>Mar</u>	<u>Apr</u>	<u>May</u>	<u>Jun</u>	<u>Jul</u>	<u>Aug</u>	<u>Sep</u>	<u>Oct</u>	<u>Nov</u>	<u>Dec</u>	
<u>Prior Year Available In Current Year</u>														
1		95.71%	98.15%	98.86%	99.28%	99.57%	99.80%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	
2		100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	
3		-8.63%	-4.29%	-1.85%	-1.14%	-0.72%	-0.43%	-0.20%	0.00%	0.00%	0.00%	0.00%	0.00%	
<u>Current Year Available in Current Year</u>														
4		1.46%	7.86%	15.94%	24.04%	31.65%	39.23%	47.24%	55.90%	64.44%	72.39%	80.25%	88.43%	
Cumulative Payments														
5	April 15 25%				12.50%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	
6	June 15 25%						12.50%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	
7	Sept 15 25%								12.50%	25.00%	25.00%	25.00%	25.00%	
8	Dec 15 25%												12.50%	
9	Current Year Available	53.83%	1.46%	7.86%	15.94%	11.54%	6.65%	1.73%	-2.76%	5.90%	1.94%	-2.61%	5.25%	0.93%
10	Total - Prior Year and Current Year Available	45.20%	-2.83%	6.01%	14.80%	10.82%	6.22%	1.53%	-2.76%	5.90%	1.94%	-2.61%	5.25%	0.93%
11	Average Percent Available	<u>3.77%</u>												

NOTE: Payments
 April 15 25%
 June 15 25%
 Sept 15 25%
 Dec 15 25%

PPL ELECTRIC UTILITIES CORPORATION

Average Percent of State Income Tax and PA Capital Stock Tax Available After Payout

Line No.	Total	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
<u>Prior Year Available In Current Year</u>													
1	Cumulative Collections	95.71%	98.15%	98.86%	99.28%	99.57%	99.80%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
2	Cumulative Payments	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
3	Prior Year Available	-8.63%	-4.29%	-1.85%	-1.14%	-0.72%	-0.43%	-0.20%	0.00%	0.00%	0.00%	0.00%	0.00%
<u>Current Year Available in Current Year</u>													
4	Cumulative Collections	1.46%	7.86%	15.94%	24.04%	31.65%	39.23%	47.24%	55.90%	64.44%	72.39%	80.25%	88.43%
Cumulative Payments													
5	March 15 25%			12.50%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%
6	June 15 25%						12.50%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%
7	Sept 15 25%									12.50%	25.00%	25.00%	25.00%
8	Dec 15 25%												12.50%
9	Current Year Available	28.83%	1.46%	7.86%	3.44%	-0.96%	6.65%	1.73%	-2.76%	5.90%	1.94%	-2.61%	5.25%
10	Total - Prior Year and Current Year Available	20.20%	-2.83%	6.01%	2.30%	-1.68%	6.22%	1.53%	-2.76%	5.90%	1.94%	-2.61%	5.25%
11	Average Percent Available	<u>1.68%</u>											

NOTE: Payments
 March 15 25%
 June 15 25%
 Sept 15 25%
 Dec 15 25%

PPL ELECTRIC UTILITIES CORPORATION

Average Percent of PA Gross Receipts Tax

Line No.	Total	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
<u>Prior Year Available In Current Year</u>													
1		95.71%	98.15%	98.86%	99.28%	99.57%	99.80%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
2		100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
3		-8.63%	-4.29%	-1.85%	-1.14%	-0.72%	-0.43%	-0.20%	0.00%	0.00%	0.00%	0.00%	0.00%
<u>Current Year Available in Current Year</u>													
4		1.46%	7.86%	15.94%	24.04%	31.65%	39.23%	47.24%	55.90%	64.44%	72.39%	80.25%	88.43%
5				50.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
6		-421.17%	1.46%	7.86%	-34.06%	-75.96%	-68.35%	-60.77%	-52.76%	-44.10%	-35.56%	-27.61%	-19.75%
7		-429.80%	-2.83%	6.01%	-35.20%	-76.68%	-68.78%	-60.97%	-52.76%	-44.10%	-35.56%	-27.61%	-19.75%
8		<u>-35.82%</u>											

NOTE: Payments
March 15 100%

PPL ELECTRIC UTILITIES CORPORATION

Average Percent of PA Utility Realty Tax

Line No.	Total	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
<u>Prior Year Available In Current Year</u>													
1	Cumulative Collections	95.71%	98.15%	98.86%	99.28%	99.57%	99.80%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
2	Cumulative Payments	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
3	Prior Year Available	-8.63%	-4.29%	-1.85%	-1.14%	-0.72%	-0.43%	-0.20%	0.00%	0.00%	0.00%	0.00%	0.00%
<u>Current Year Available in Current Year</u>													
4	Cumulative Collections	1.46%	7.86%	15.94%	24.04%	31.65%	39.23%	47.24%	55.90%	64.44%	72.39%	80.25%	88.43%
5	Cumulative Payments May 1 100%					100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
6	Current Year Available	-271.17%	1.46%	7.86%	15.94%	24.04%	-68.35%	-60.77%	-52.76%	-44.10%	-35.56%	-27.61%	-19.75%
7	Total - Prior Year and Current Year Available	-279.80%	-2.83%	6.01%	14.80%	23.32%	-68.78%	-60.97%	-52.76%	-44.10%	-35.56%	-27.61%	-19.75%
8	Average Percent Available	<u>-23.32%</u>											

NOTE: Payments
 May 1 100%

PPL ELECTRIC UTILITIES CORPORATION

Revenues - Percent Weighted Amount Collected and Available

<u>Prior Year Revenues Collected and Available in Current Year</u>	<u>Total (a)</u>	<u>Jan</u>	<u>Feb</u>	<u>Mar</u>	<u>Apr</u>	<u>May</u>	<u>Jun</u>	<u>Jul</u>	<u>Aug</u>	<u>Sep</u>	<u>Oct</u>	<u>Nov</u>	<u>Dec</u>
January	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%	8.86%
February	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%	8.85%
March	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%	8.70%
April	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%	7.57%
May	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%	7.65%
June	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%	8.21%
July	8.84%	8.64%	8.84%	8.84%	8.84%	8.84%	8.84%	8.84%	8.84%	8.84%	8.84%	8.84%	8.84%
August	8.79%	8.55%	8.59%	8.79%	8.79%	8.79%	8.79%	8.79%	8.79%	8.79%	8.79%	8.79%	8.79%
September	7.59%	7.32%	7.38%	7.42%	7.59%	7.59%	7.59%	7.59%	7.59%	7.59%	7.59%	7.59%	7.59%
October	7.83%	7.43%	7.55%	7.61%	7.65%	7.83%	7.83%	7.83%	7.83%	7.83%	7.83%	7.83%	7.83%
November	8.06%	7.39%	7.65%	7.77%	7.84%	7.88%	8.06%	8.06%	8.06%	8.06%	8.06%	8.06%	8.06%
December	9.05%	6.54%	8.30%	8.59%	8.73%	8.80%	8.85%	9.05%	9.05%	9.05%	9.05%	9.05%	9.05%
Total	100.00%	95.71%	98.15%	98.86%	99.28%	99.57%	99.80%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
<u>Revenues Collected and Available in Current Year</u>													
January	8.86%	1.46%	6.40%	8.12%	8.41%	8.54%	8.62%	8.66%	8.86%	8.86%	8.86%	8.86%	8.86%
February	8.85%		1.46%	6.39%	8.11%	8.40%	8.53%	8.61%	8.65%	8.85%	8.85%	8.85%	8.85%
March	8.70%			1.43%	6.28%	7.98%	8.26%	8.39%	8.46%	8.50%	8.70%	8.70%	8.70%
April	7.57%				1.24%	5.47%	6.94%	7.19%	7.30%	7.36%	7.40%	7.57%	7.57%
May	7.65%					1.26%	5.53%	7.01%	7.26%	7.38%	7.44%	7.48%	7.65%
June	8.21%						1.35%	5.93%	7.53%	7.79%	7.92%	7.98%	8.03%
July	8.84%							1.45%	6.39%	8.10%	8.39%	8.52%	8.60%
August	8.79%								1.45%	6.35%	8.06%	8.34%	8.48%
September	7.59%									1.25%	5.48%	6.96%	7.20%
October	7.83%										1.29%	5.66%	7.18%
November	8.06%											1.33%	5.82%
December	9.05%												1.49%
Total	100.00%	1.46%	7.86%	15.94%	24.04%	31.65%	39.23%	47.24%	55.90%	64.44%	72.39%	80.25%	88.43%

(a) Total from Schedule C-4, page 12.

PPL ELECTRIC UTILITIES CORPORATION

**Monthly Revenues as a Percent of Annual Revenues
2006 to 2008 Inclusive
(Thousands of Dollars)**

	<u>2006</u>		<u>2007</u>		<u>2008</u>		<u>Three Year Total</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
January	\$ 254,945	8.73%	\$ 268,924	8.78%	\$ 279,908	9.06%	\$ 803,777	8.86%
February	254,169	8.71%	272,123	8.88%	277,118	8.97%	803,410	8.85%
March	254,037	8.70%	268,676	8.77%	267,004	8.64%	789,717	8.70%
April	216,735	7.42%	235,953	7.70%	234,389	7.59%	687,077	7.57%
May	224,278	7.68%	236,621	7.72%	233,094	7.54%	693,993	7.65%
June	239,327	8.20%	245,011	7.99%	260,624	8.44%	744,962	8.21%
July	268,366	9.19%	259,811	8.48%	273,647	8.86%	801,824	8.84%
August	268,283	9.19%	270,519	8.83%	257,881	8.35%	796,683	8.78%
September	215,951	7.41%	239,357	7.80%	233,383	7.55%	688,691	7.60%
October	228,328	7.82%	241,460	7.88%	241,030	7.80%	710,818	7.83%
November	238,036	8.15%	248,271	8.10%	245,169	7.93%	731,476	8.06%
December	256,806	8.80%	277,903	9.07%	286,519	9.27%	821,228	9.05%
Total	<u>\$2,919,261</u>	<u>100.00%</u>	<u>\$3,064,629</u>	<u>100.00%</u>	<u>\$3,089,766</u>	<u>100.00%</u>	<u>\$9,073,656</u>	<u>100.00%</u>