

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LOUISVILLE GAS AND ELECTRIC )  
COMPANY FOR APPROVAL OF LAND EXCHANGE ) CASE NO.  
WITH LOUISVILLE/JEFFERSON COUNTY METRO ) 2011-00435  
GOVERNMENT )

O R D E R

On November 2, 2011, Louisville Gas and Electric Company ("LG&E") filed an application requesting approval of a real estate purchase and sale agreement between LG&E and the Louisville/Jefferson County Metro Government ("Louisville Metro") for the exchange of certain properties owned by LG&E and Louisville Metro. Pursuant to the agreement, LG&E is proposing to exchange three parcels, consisting of 1.36 acres, 4.68 acres, and 0.9 acres, located at 5252 Cane Run Road, Louisville, Kentucky, for one parcel owned by Louisville Metro consisting of 17.198 acres at Woodland Avenue, Louisville, Kentucky.

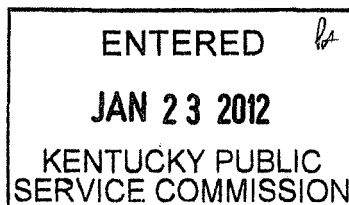
LG&E states that Louisville Metro is working to build a 100-mile walking and biking trail around Louisville. Part of the path of the trail lies on portions of LG&E's Cane Run property. LG&E and Louisville Metro have agreed to exchange parcels of land to allow Louisville Metro to acquire the necessary property rights for the portions of the trail crossing LG&E's property. There are no structures on the property to be swapped. Cane Run is a three-unit, 563 MW coal-fired generating station that sits on approximately 518 acres in southwestern Jefferson County along the Ohio River. LG&E states that the proposed land swap will have no impact on LG&E's operations at the

generating facility. Louisville Metro will convey to LG&E one parcel valued at approximately \$94,600 in exchange for three parcels from LG&E valued at approximately \$38,200. Because of the difference in market value between the properties to be exchanged, LG&E will pay the sum of \$56,400 to Louisville Metro.

Based on the evidence of record and being otherwise sufficiently advised, the Commission finds that the proposed land swap is reasonable and should be approved. The transaction will promote a valuable public purpose in facilitating the construction of walking and biking trails for recreational uses, while having no adverse impact on LG&E's operations at Cane Run.

IT IS THEREFORE ORDERED THAT LG&E's proposed land swap as described in the application is approved.

By the Commission



ATTEST:

Executive Director

Rick E Lovekamp  
Manager Regulatory Affairs  
Louisville Gas and Electric Company  
220 W. Main Street  
P. O. Box 32010  
Louisville, KY 40202

Honorable Allyson K Sturgeon  
Senior Corporate Attorney  
LG&E and KU Energy LLC  
220 West Main Street  
Louisville, KENTUCKY 40202