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PPL companies

Dr. Talina R. Mathews
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, Kentucky 40602-0615

November 14, 2016

Re: *Joint Application of PPL Corporation, E.ON AG, E.ON US Investments Corp., E.ON U.S. LLC, Louisville Gas and Electric Company, and Kentucky Utilities Company for Approval of an Acquisition of Ownership and Control of Utilities*
Case No. 2010-00204

LG&E and KU Energy LLC
State Regulation and Rates
220 West Main Street
PO Box 32010
Louisville, Kentucky 40232
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Rick E. Lovekamp
Manager – Regulatory
Affairs/Tariffs
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Dear Dr. Mathews:

Pursuant to the Commission’s Order dated September 30, 2010 in the aforementioned case, Louisville Gas and Electric Company (“LG&E”) and Kentucky Utilities Company (“KU”), (collectively, the “Companies”) submit the following reports in compliance with the reporting requirements specified in Appendix C, Commitment No. 1:

Attachments 1 and 1A: LG&E and KU Balance Sheets and Income Statements for Twelve Months Ended September 30, 2016

Attachment 2: LG&E and KU Proportionate Share of Total Operating Revenues, Operating and Maintenance Expenses, and Number of Employees

Attachment 3: Number of Employees by Payroll Assignment

In addition, Appendix C, Commitment No. 29 of the aforementioned Order, specifies that the Companies submit the periodic reporting of “various reliability and service quality measurements”. However, in Administrative Case No 2006-00494, *An Investigation of the Reliability Measures of Kentucky’s Jurisdictional Electric Distribution Utilities and Certain Reliability Maintenance Practices*, dated October 26, 2007, the Companies are required to file similar reports and therefore were relieved on this reporting requirement (also see Commission’s Order dated July 16, 2008 for Case Nos. 2000-00095 and 2001-00104). On April 1, 2014, the KPSC issued an Order in Case No. 2011-00450, *An Investigation of the Reliability Measures of*

Dr. Talina Mathews, Executive Director
November 14, 2016

Kentucky's Jurisdictional Electric Distribution Utilities, that the reporting requirements set forth in the May 30, 2013 Order, and as modified in the April 1, 2014 Order, shall supplant the reporting requirements established in Case No. 2006-00494.

Additionally, the Companies file separately with the Commission's Annual Report Branch Manager on November 14, 2016, a Twelve Months Ended Balance Sheet and Income Statement on a jurisdictional basis for KU (Attachment 1A).

Please confirm your receipt of this filing by placing the File Stamp of your Office with date received on the extra copy and returning it to me in the enclosed envelope. Should you have any questions regarding the information filed herewith, please call me or Don Harris at (502)627-2021.

Sincerely,



Rick E. Lovekamp

Enclosures

cc: Mr. Richard G. Raff, Office of the General Counsel
KPSC Division of Financial Analysis
Mr. Jeff Cline, Annual Report Branch Manager

CASE NO. 2010-00204

Response to Appendix C, No. 1

Twelve-month income statements and balance sheets for LG&E and KU. LG&E will separately report gas and electric operations, and KU will separately report Kentucky jurisdictional operations and other jurisdictional operations. The supplemental financial reports of LG&E and KU should be filed with the Commission within 45 days of the close of the reporting period.

Copies of these statements for the period ending September 30, 2016 are attached. Additionally, the requisite jurisdictional statements for Kentucky Utilities Company, were separately filed with the Commission's Annual Report Branch Manager on November 14, 2016.

Louisville Gas and Electric Company
Balance Sheet on a Total Company and Jurisdictional Basis
September 30, 2016

Attachment 1
Page 1 of 3

	<u>Electric</u>	<u>Gas</u>	<u>Total</u>
UTILITY PLANT			
Utility Plant	5,354,480,203	1,161,023,934	6,515,504,137
Construction Work in Progress	<u>130,342,887</u>	<u>24,352,053</u>	<u>154,694,940</u>
TOTAL UTILITY PLANT	5,484,823,090	1,185,375,987	6,670,199,077
Less: Accum. Prov. for Depr. Amort. Depl.	<u>1,688,825,219</u>	<u>344,557,546</u>	<u>2,033,382,765</u>
Net Utility Plant	3,795,997,871	840,818,441	4,636,816,312
Gas Stored Underground - Noncurrent	-	2,139,990	2,139,990
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property-Less Reserve	397,979	169,556	567,535
Special Funds	6,640,823	1,384,341	8,025,164
Ohio Valley Electric Corporation	<u>594,286</u>	<u>-</u>	<u>594,286</u>
TOTAL Other Property and Investments	7,633,088	1,553,897	9,186,985
CURRENT AND ACCRUED ASSETS			
Cash	3,294,295	245,858	3,540,153
Special Deposits	-	-	-
Working Fund	-	-	-
Temporary Cash Investments	102,186	21,302	123,488
Customer Accounts Receivable	99,701,991	10,684,866	110,386,857
Other Accounts Receivable	8,919,704	274,127	9,193,831
Less: Accum. Prov. for Uncollectible Acct.-Cr	1,235,133	213,284	1,448,417
Notes Receivable from Assoc. Companies	-	-	-
Accounts Receivable from Assoc. Companies	24,910,564	19,916	24,930,480
Fuel Stock	59,067,074	-	59,067,074
Plant Materials and Operating Supplies	34,727,831	10,258	34,738,089
Stores Expense Undistributed	6,154,921	284,790	6,439,711
Gas Stored Underground - Current	-	40,023,426	40,023,426
Prepayments	15,141,694	2,845,450	17,987,144
Misc. Current & Accrued Assets	153	-	153
Interest and Dividends Receivable	2,374	495	2,869
Rents Receivable	673,613	-	673,613
Accrued Utility Revenues	50,804,688	5,782,521	56,587,209
Accrued Wholesale Revenues	<u>124,756</u>	<u>-</u>	<u>124,756</u>
TOTAL Current and Accrued Assets	302,390,711	59,979,725	362,370,436
DEFERRED DEBITS			
Unamortized Debt Expenses	12,303,705	2,520,036	14,823,741
Other Regulatory Assets	378,615,596	60,788,477	439,404,073
Miscellaneous Deferred Debits	7,665,049	1,159,228	8,824,277
Unamortized Loss on Reacquired Debt	14,182,995	2,956,576	17,139,571
Accumulated Deferred Income Taxes	<u>221,786,184</u>	<u>26,706,053</u>	<u>248,492,237</u>
TOTAL Deferred Debits	634,553,529	94,130,370	728,683,899
TOTAL Assets and Other Debits	<u>4,740,575,199</u>	<u>998,622,423</u>	<u>5,739,197,622</u>
	82.60%	17.40%	

Louisville Gas and Electric Company
Balance Sheet on a Total Company and Jurisdictional Basis
September 30, 2016

Attachment 1
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	<u>Electric</u>	<u>Gas</u>	<u>Total</u>
PROPRIETARY CAPITAL			
Common Stock Issued	351,828,526	73,341,898	425,170,424
Preferred Stock Issued	-	-	-
Other Paid - In Capital	384,027,440	80,054,059	464,081,499
Other Comprehensive Income	-	-	-
(Less) Capital Stock Expense	691,698	144,191	835,889
Retained Earnings Total	<u>974,926,120</u>	<u>196,334,494</u>	<u>1,171,260,614</u>
TOTAL Proprietary Capital	1,710,090,388	349,586,260	2,059,676,648
LONG-TERM DEBT			
Long-Term Notes Payable to Associated Companies	-	-	-
First Mortgage Bonds	-	-	-
Mandatory Redeemable \$5.875 Series Preferred Stock Bonds	<u>1,373,539,504</u>	<u>281,327,368</u>	<u>1,654,866,872</u>
TOTAL Long - Term Debt	1,373,539,504	281,327,368	1,654,866,872
OTHER NONCURRENT LIABILITIES			
Long Term Obligations Under Capital Leases	-	-	-
Accumulated Provision for Postretirement Benefits	<u>78,343,322</u>	<u>16,385,459</u>	<u>94,728,781</u>
TOTAL OTHER Noncurrent Liabilities	78,343,322	16,385,459	94,728,781
CURRENT AND ACCRUED LIABILITIES			
Notes Payable	106,220,830	21,756,074	127,976,904
Notes Payable to Associated Companies	-	-	-
Accounts Payable	120,960,150	25,142,590	146,102,740
Accounts Payable to Associated Companies	16,226,153	3,036,767	19,262,920
Customer Deposits	21,095,918	5,178,546	26,274,464
Taxes Accrued	18,660,936	4,373,910	23,034,846
Interest Accrued	19,738,243	4,114,615	23,852,858
Dividends Declared	-	-	-
Tax Collections Payable	-	-	-
Short Term Obligations Under Capital Leases	-	-	-
Miscellaneous Current and Accrued Liabilities	<u>63,659,181</u>	<u>9,525,017</u>	<u>73,184,198</u>
TOTAL Current and Accrued Liabilities	366,561,411	73,127,519	439,688,930
DEFERRED CREDITS AND OTHER			
Customer Advances for Construction	6,727,513	11,156	6,738,669
Asset Retirement Obligations	146,380,061	19,087,040	165,467,101
Accumulated Deferred Investment Tax Credits	36,624,535	97,011	36,721,546
Other Deferred Credits	2,481,953	401,689	2,883,642
Other Regulatory Liabilities	72,172,496	10,203,543	82,376,039
Miscellaneous Long-term Liabilities	3,306,180	689,204	3,995,384
Accumulated Deferred Income Taxes	<u>960,102,450</u>	<u>231,951,559</u>	<u>1,192,054,009</u>
TOTAL Deferred Credits	1,227,795,188	262,441,202	1,490,236,390
Electric/Gas adjustment to balance	(15,754,615)	15,754,615	
TOTAL Liabilities and Other Credits	<u>4,740,575,198</u>	<u>998,622,423</u>	<u>5,739,197,621</u>
	82.60%	17.40%	

Louisville Gas and Electric Company
Income Statement on a Total Company and Jurisdictional Basis
Twelve Months Ending September 30, 2016

Attachment 1
Page 3 of 3

	<i>Electric</i>	<i>Gas</i>	<i>Total</i>
OPERATING REVENUES			
Residential Sales	430,471,634	179,647,344	610,118,978
Commercial Sales	366,583,576	65,773,280	432,356,856
Industrial Sales	177,640,526	7,584,261	185,224,787
Public Street and Highway Lighting	3,160,707	-	3,160,707
Other Sales to Public Authorities	96,620,671	7,685,111	104,305,782
Rate Refunds	-	-	-
Total Sales to Ultimate Consumers	1,074,477,114	260,689,996	1,335,167,110
Sales for Resale	27,462,946	183,900	27,646,846
Interdepartmental Sales	-	3,762,389	3,762,389
Late Charge Payments	2,698,569	988,468	3,687,037
Transportation Revenue	-	9,091,325	9,091,325
Miscellaneous Service Revenues	1,446,564	90,663	1,537,227
Rent from Electric/Gas Property	3,943,532	375,044	4,318,576
Interdepartmental Rents	-	-	-
Other Electric Revenue	10,919,424	-	10,919,424
Other Gas Revenue	-	401	401
Total Operating Revenues	1,120,948,149	275,182,186	1,396,130,335
OPERATING EXPENSES			
Operation Expense	548,485,557	146,622,760	695,108,317
Maintenance Expense	81,339,660	16,586,773	97,926,433
Depreciation Expense	124,898,446	30,428,061	155,326,507
Amort. & Depl. of Utility Plant	7,856,190	3,366,980	11,223,170
Amor. of Property Losses, Unrecovered			
Plant and Regulatory Study Costs	-	-	-
Regulatory Debits	34,922	-	34,922
Regulatory Credits	-	-	-
Taxes Other Than Income Taxes	29,457,966	9,800,936	39,258,902
Income Taxes - Federal	(19,870,965)	(7,152,857)	(27,023,822)
- State	763,198	428,841	1,192,039
Provision for Deferred Income Taxes	429,337,808	86,731,211	516,069,019
(Less) Provision for Deferred Income Taxes - Credit	(309,296,970)	(58,145,813)	(367,442,783)
Investment Tax Credit Adj. - Net	1,808,164	(64,745)	1,743,419
Loss (Gain) from Disposition of Allowances	(72)	-	(72)
Accretion Expense	-	-	-
Total Utility Operating Expenses	894,813,904	228,602,147	1,123,416,051
Net Utility Operating Income	226,134,245	46,580,039	272,714,284
Total Other Income			1,466,085
Total Other Income Deductions			8,349,886
Total Taxes on Other Income and Deductions			(2,566,119)
Net Other Income and Deductions			(4,317,682)
INTEREST			
Interest on Long-Term Debt			65,371,842
Amort. of Debt Discount and Expenses			2,075,411
Amortization of Loss on Reacquired Debt			1,156,994
Other Interest Charges			1,813,156
Total Interest Charges	58,286,245	12,131,158	70,417,403
Net Income Before Extraordinary Items			197,979,199
Extraordinary Items			-

KENTUCKY UTILITIES COMPANY
Balance Sheet on a Total Company and Jurisdictional Basis
At September 30, 2016

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
Utility Plant				
Utility Plant	101-106	\$ 8,975,832,973	\$ 7,956,725,379	\$ 1,019,107,594
Plus: Construction Work in Progress	107	<u>191,904,910</u>	<u>170,621,538</u>	<u>21,283,372</u>
Total Utility Plant		\$ 9,167,737,883	\$ 8,127,346,917	\$ 1,040,390,966
Less: Accumulated Provision for Depreciation	108,111	<u>2,998,643,955</u>	<u>2,647,098,260</u>	<u>351,545,695</u>
Net Utility Plant		<u>\$ 6,169,093,928</u>	<u>\$ 5,480,248,657</u>	<u>\$ 688,845,271</u>
Other Property and Investments				
Nonutility Property-Less reserve	121-122	\$ 971,313	\$ -	\$ 971,313
Investment in Subsidiary Companies	123.1	-	-	-
Non-Current Portion of Allowances	158.1	-	-	-
Other Investments	124	250,000	-	250,000
Special Funds	125-128	-	-	-
Total Other Property and Investments		<u>\$ 1,221,313</u>	<u>\$ -</u>	<u>\$ 1,221,313</u>
Current and Accrued Assets				
Cash	131	\$ 6,491,893	\$ 5,778,308	\$ 713,585
Special Deposits	132-134	-	-	-
Working Funds	135	61,030	54,322	6,708
Temporary Cash Investments	136	539,077	479,822	59,255
Customer Accounts Receivable	142	142,258,698	122,578,837	19,679,861
Other Accounts Receivable	143	3,268,154	2,908,920	359,234
Less: Accum Prov for Uncollectable Accts-Credit	144	1,798,692	1,600,981	197,711
Notes Receivable from Associated Companies	145	-	-	-
Accounts Receivable from Associated Companies	146	620,839	559,840	60,999
Fuel	151	95,732,452	84,185,436	11,547,016
Plant Materials and Operating Supplies	154	45,096,560	39,850,844	5,245,716
Allowances	158.1	136,198	119,279	16,919
Less: Non-Current Portion of Allowances	158.1	-	-	-
Stores Expense Undistributed	163	10,558,690	9,330,483	1,228,207
Prepayments	165	19,633,611	17,520,289	2,113,322
Interest, Dividends, and Rents Receivable	171-172	412,083	366,787	45,296
Accrued Utility Revenues	173	84,077,076	69,854,000	14,223,076
Miscellaneous Current Assets	174-176	-	-	-
Total Current and Accrued Assets		<u>\$ 407,087,670</u>	<u>\$ 351,986,186</u>	<u>\$ 55,101,484</u>
Deferred Debits				
Unamortized Debt Expense	181	\$ 19,608,012	\$ 17,452,711	\$ 2,155,301
Deferred Regulatory Assets	182	407,450,668	354,780,695	52,669,972
Preliminary Survey and Inventory	183	5,995,797	5,336,743	659,054
Clearing Accounts	184	82,310	74,222	8,088
Miscellaneous Deferred Debits	186-188	45,429,632	39,801,376	5,628,256
Unamortized Loss on Bonds	189	9,595,404	8,540,683	1,054,721
Accumulated Deferred Income Taxes	190	<u>299,127,134</u>	<u>265,992,517</u>	<u>33,134,617</u>
Total Deferred Debits		<u>\$ 787,288,957</u>	<u>\$ 691,978,947</u>	<u>\$ 95,310,010</u>
Total Assets		<u>\$ 7,364,691,867</u>	<u>\$ 6,524,213,790</u>	<u>\$ 840,478,078</u>

KENTUCKY UTILITIES COMPANY
Balance Sheet on a Total Company and Jurisdictional Basis
At September 30, 2016

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
Proprietary Capital				
Common Stock Issued	201	\$ 308,139,978	\$ 274,269,411	\$ 33,870,567
Preferred Stock Issued	204	-	-	-
Premium on Capital Stock	207	-	-	-
Paid in Capital	208-211	583,858,083	519,680,743	64,177,340
Other Comprehensive Income	219	(1,799,151)	(1,601,389)	(197,762)
(Less) Common Stock Expense	214	321,289	285,973	35,316
Retained Earnings	215-216	1,820,031,844	1,619,975,007	200,056,837
Unappropriated Undistributed Subsidiary Earnings	216.1	-	-	-
Total Proprietary Capital		\$ 2,709,909,465	\$ 2,412,037,799	\$ 297,871,666
Long-Term Debt				
Bonds	221-222	\$ 2,350,779,405	\$ 2,092,383,105	\$ 258,396,300
Long-Term Debt Marked to Market	221.200	-	-	-
Long-Term Debt To Associated Companies	223	-	-	-
Other Long-Term Debt	224	-	-	-
Unamortized Discount on Long-Term Debt	226	(9,244,450)	(8,228,306)	(1,016,144)
Total Long-Term		\$ 2,341,534,955	\$ 2,084,154,799	\$ 257,380,156
Other Non-Current Liabilities				
Accumulated Provision for Property Insurance	228.1	-	-	-
Accumulated Provision for Injuries and Damages	228.2	2,040,581	1,840,087	200,494
Accumulated Provision for Pensions and Benefits	228.3	73,704,982	66,463,215	7,241,767
Accumulated Miscellaneous Operating Provision	228.4	-	-	-
Total Other Non-Current Liabilities		\$ 75,745,563	\$ 68,303,302	\$ 7,442,261
Current and Accrued Liabilities				
Notes Payable	231	\$ 6,999,557	\$ 6,230,169	\$ 769,388
Accounts Payable	232	77,287,181	69,693,450	7,593,731
Notes Payable to Associated Companies	233	-	-	-
Accounts Payable to Associated Companies	234	41,596,349	-	41,596,349
Customer Deposits	235	28,315,862	26,490,650	1,825,212
Taxes Accrued	236	23,466,580	20,887,147	2,579,433
Interest Accrued	237	37,528,034	33,402,974	4,125,060
Dividends Declared	238	-	-	-
Matured Long-Term Bonds	239	-	-	-
Tax Collections Payable	241	5,087,019	4,446,811	640,208
Miscellaneous Current and Accrued Liabilities	242-245	17,796,283	16,704,704	1,091,578
Total Current and Accrued Liabilities		\$ 238,076,864	\$ 177,855,906	\$ 60,220,958
Deferred Credits				
Customer Advances for Construction	252	\$ 1,567,243	\$ 1,540,558	\$ 26,685
Accumulated Deferred Investment Tax Credits	255	95,634,288	83,127,897	12,506,391
Other Deferred Credits	253	4,049,244	3,618,684	430,560
Regulatory Liabilities	254	156,579,563	139,768,456	16,811,107
Asset Retirement Obligation	230	276,684,291	242,313,809	34,370,482
Miscellaneous Long-Term Liabilities	244	-	-	-
Accumulated Deferred Income Taxes	281-283	1,464,910,393	1,302,640,779	162,269,614
Total Deferred Credits		\$ 1,999,425,020	\$ 1,773,010,183	\$ 226,414,838
Total Liabilities and Stockholders Equity		\$ 7,364,691,867	\$ 6,515,361,989	\$ 849,329,879
Adjustment to Balance		-	\$ (8,851,801)	\$ 8,851,801

KENTUCKY UTILITIES COMPANY
Income Statement on a Total Company and Jurisdictional Basis
Twelve Months Ended September 30, 2016

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
<u>Utility Operating Income</u>				
Operating Revenues:				
Residential Sales	440	\$ 616,223,508	\$ 581,182,047	\$ 35,041,461
Commercial and Industrial Sales:	442			
Small (or Comm) - Rural Comm & Comm L&P		385,423,396	367,863,346	17,560,050
Large (or Ind) - Industrial & Mine Power		417,366,151	407,937,751	9,428,399
Public Street and Highway Lighting	444	12,395,748	12,006,928	388,820
Other Sales to Public Authorities	445	130,370,946	123,783,721	6,587,225
Total Sales to Ultimate Consumers		<u>\$ 1,561,779,749</u>	<u>\$ 1,492,773,793</u>	<u>\$ 69,005,956</u>
Sales for Resale	447	130,383,794	14,763,149	115,620,645
Total Sales of Electricity		<u>\$ 1,692,163,543</u>	<u>\$ 1,507,536,942</u>	<u>\$ 184,626,601</u>
Less: Provision for Refund	449.1	(76,686)	-	(76,686)
Total Revenues Net of Provision for Refund		<u>\$ 1,692,240,230</u>	<u>\$ 1,507,536,942</u>	<u>\$ 184,703,287</u>
Other Operating Revenues:				
Late Payment Charges	450	3,891,187	3,751,900	139,287
Miscellaneous Service Revenues	451	2,173,631	2,062,751	110,880
Rent from Electric Property	454	3,320,722	3,051,971	268,751
Other Electric Revenues	456	19,273,158	18,313,685	959,473
Total Other Operating Revenues		<u>\$ 28,658,698</u>	<u>\$ 27,180,307</u>	<u>\$ 1,478,391</u>
Total Operating Revenue		<u>\$ 1,720,898,928</u>	<u>\$ 1,534,717,249</u>	<u>\$ 186,181,679</u>
Operating Expenses:				
Operation Expenses	401	\$ 816,530,267	\$ 724,737,857	\$ 91,792,410
Maintenance Expenses	402	129,052,396	114,466,568	14,585,828
Depreciation Expense	403	219,415,970	194,666,713	24,749,256
Amortization of Limited-Term Electric Plant	404	11,690,612	10,364,482	1,326,130
Regulatory Debits	407	56,089	56,089	-
Taxes Other than Income Taxes	408.1	39,948,746	35,934,133	4,014,613
Income Taxes - Federal	409.1	3,423,662	Total Income Taxes	
Income Taxes - State	409.1	2,832,624		
Deferred Federal Income Taxes - Net	410-1.1	127,291,892		
Deferred State Income Taxes - Net	410-1.1	20,217,744		
Accretion Expense	411.1	-	-	-
Investment Tax Credit Adjustment - Net	411.4	4,000,000	3,637,718	362,282
Losses/(Gains) from Disposition of Allowances	411.8	(92)	(80)	(12)
Total Utility Operating Expenses		<u>\$ 1,374,459,910</u>	<u>\$ 1,223,702,740</u>	<u>\$ 150,757,170</u>
Net Utility Operating Income		<u>\$ 346,439,018</u>	<u>\$ 311,014,509</u>	<u>\$ 35,424,509</u>

KENTUCKY UTILITIES COMPANY
Income Statement on a Total Company and Jurisdictional Basis
Twelve Months Ended September 30, 2016

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
Other Income and Deductions are not separated on a jurisdictional basis.				
<u>Other Income and Deductions</u>				
Total Other Income		\$ 640,884		
Total Other Income Deductions		3,665,241		
Total Taxes on Other income and Deductions		(4,252,055)		
Net Other Income and Deductions		\$ 1,227,697		
<u>Interest Charges</u>				
Interest on Long Term Debt	427	\$ 89,807,001		
Amortization of Debt Discount and Expense	428	2,577,352		
Amortization of Loss on Re-Acquired Debt	428.1	672,806		
Amortization of Premium on Debt - Credit	429	-		
Amortization of Gain on Re-Acquired Debt - Credit	429.1	-		
Interest on Debt to Associated Companies	430	2,024		
Other Interest Expense	431	2,730,366		
Allowance for Borrowed Funds Used During Construction	432	(211,798)		
Net Interest Charges		\$ 95,577,751	\$ 85,305,153	\$ 10,272,598
Cumulative Effect of Accounting Change, Net of Tax		\$ -		
Net Income		\$ 252,088,964		

CASE NO. 2010-00204

Response to Appendix C, No. 1

A report detailing the proportionate share of LG&E and KU in LG&E and KU Energy LLC's total operating revenues, operating and maintenance expenses and number of employees.

The requested information is attached.

LG&E and KU Share of Selected LG&E and KU Energy LLC Financial & Operating Numbers
Income Statement Numbers are TME September 30, 2016
Employee Number is as of September 30, 2016

	LG&E	KU
Total Operating Revenues	44.6%	55.4%
Total Operating and Maintenance Expenses	44.1%	52.8%
Number of Employees	28.7%	26.0%

CASE NO. 2010-00204

Response to Appendix C, No. 1

The number of employees of LG&E and KU Energy LLC and each subsidiary on the basis of payroll assignment.

The requested information, as of September 30, 2016, is attached.

LG&E and KU Energy LLC and Subsidiaries
Employees by Payroll Assignment
As of September 30, 2016

LG&E and KU Services Company	1,628
Kentucky Utilities Company	936
Louisville Gas and Electric Company	1,034
Total LG&E and KU Energy LLC and Subsidiaries	3,598