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Jeff Cline, Procedure Development Coordinator  
Division of General Administration Filings Branch  
Kentucky Public Service Commission  
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P. O. Box 615  
Frankfort, KY 40602-0615

**Kentucky Utilities Company**  
State Regulation and Rates  
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Rick E. Lovekamp  
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August 14, 2019

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

Dear Mr. Cline:

Pursuant to the Commission's Order dated September 30, 2010 in the aforementioned case, Kentucky Utilities Company ("KU") submits the quarterly Twelve Months Ended Income Statement and Balance Sheet on a Kentucky Jurisdictional and Other Jurisdictional operations basis in compliance with the reporting requirements specified in Appendix C, Commitment No. 1.

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: KPSC Division of Financial Analysis

**KENTUCKY UTILITIES COMPANY**  
Balance Sheet on a Total Company and Jurisdictional Basis  
At June 30, 2019

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
<b>Utility Plant</b>				
Utility Plant	101-106	\$ 9,678,752,467	\$ 8,622,021,340	\$ 1,056,731,127
Plus: Construction Work in Progress	107	490,389,070	438,639,670	51,749,400
Total Utility Plant		\$ 10,169,141,537	\$ 9,060,661,010	\$ 1,108,480,527
Less: Accumulated Provision for Depreciation	108,111	3,386,713,220	2,994,167,561	392,545,659
Net Utility Plant		\$ 6,782,428,317	\$ 6,066,493,449	\$ 715,934,868
<b>Other Property and Investments</b>				
Nonutility Property-Less reserve	121-122	\$ 653,498	\$ -	\$ 653,498
Investment in Subsidiary Companies	123.1	-	-	-
Non-Current Portion of Allowances	158.1	-	-	-
Other Investments	124	250,000	-	250,000
Special Funds	125-128	(48,264)	(43,685)	(4,579)
Total Other Property and Investments		\$ 855,234	\$ (43,685)	\$ 898,919
<b>Current and Accrued Assets</b>				
Cash	131	\$ 14,588,045	\$ 13,044,308	\$ 1,543,737
Special Deposits	132-134	-	-	-
Working Funds	135	59,530	53,230	6,300
Temporary Cash Investments	136	8,509,147	7,608,692	900,455
Customer Accounts Receivable	142	121,586,103	112,563,215	9,022,888
Other Accounts Receivable	143	25,839,268	23,104,905	2,734,363
Less: Accum Prov for Uncollectable Accts-Credit	144	1,737,017	1,553,203	183,814
Notes Receivable from Associated Companies	145	-	-	-
Accounts Receivable from Associated Companies	146	-	-	-
Fuel	151	64,045,214	56,409,676	7,635,538
Plant Materials and Operating Supplies	154	56,889,624	50,655,466	6,234,158
Allowances	158.1	126,676	111,278	15,398
Less: Non-Current Portion of Allowances	158.1	-	-	-
Stores Expense Undistributed	163	7,401,899	6,590,774	811,125
Prepayments	165	19,652,568	17,646,940	2,005,628
Interest, Dividends, and Rents Receivable	171-172	1,315,292	1,176,105	139,187
Accrued Utility Revenues	173	88,451,588	82,840,000	5,611,588
Miscellaneous Current Assets	174-176	-	-	-
Total Current and Accrued Assets		\$ 406,727,936	\$ 370,251,386	\$ 36,476,550
<b>Deferred Debits</b>				
Unamortized Debt Expense	181	\$ 19,277,821	\$ 17,237,803	\$ 2,040,018
Deferred Regulatory Assets	182	452,123,032	408,023,101	44,099,932
Preliminary Survey and Inventory	183	3,500,284	3,129,877	370,407
Clearing Accounts	184	2,973,730	2,691,595	282,135
Miscellaneous Deferred Debits	186-188	52,581,347	16,234,591	36,346,756
Unamortized Loss on Bonds	189	8,230,996	7,359,975	871,021
Accumulated Deferred Income Taxes	190	328,695,777	294,284,984	34,410,793
Total Deferred Debits		\$ 867,382,968	\$ 748,961,926	\$ 118,421,062
Total Assets		\$ 8,057,394,474	\$ 7,185,663,076	\$ 871,731,399

**KENTUCKY UTILITIES COMPANY**  
Balance Sheet on a Total Company and Jurisdictional Basis  
At June 30, 2019

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
<b>Proprietary Capital</b>				
Common Stock Issued	201	\$ 308,139,978	\$ 275,531,980	\$ 32,607,998
Preferred Stock Issued	204	-	-	-
Premium on Capital Stock	207	-	-	-
Paid in Capital	208-211	696,858,083	623,115,146	73,742,937
Other Comprehensive Income	219	0	-	0
(Less) Common Stock Expense	214	321,289	287,289	34,000
Retained Earnings	215-216	1,949,266,416	1,742,991,088	206,275,328
Unappropriated Undistributed Subsidiary Earnings	216.1	-	-	-
<b>Total Proprietary Capital</b>		<b>\$ 2,953,943,188</b>	<b>\$ 2,641,350,925</b>	<b>\$ 312,592,263</b>
<b>Long-Term Debt</b>				
Bonds	221-222	\$ 2,641,852,405	\$ 2,362,286,222	\$ 279,566,183
Long-Term Debt Marked to Market	221.200	-	-	-
Long-Term Debt To Associated Companies	223	-	-	-
Other Long-Term Debt	224	-	-	-
Unamortized Premium on Long-Term Debt	225	5,482,966	4,902,748	580,218
Unamortized Discount on Long-Term Debt	226	(7,760,988)	(6,939,705)	(821,283)
<b>Total Long-Term</b>		<b>\$ 2,639,574,383</b>	<b>\$ 2,360,249,265</b>	<b>\$ 279,325,118</b>
<b>Other Non-Current Liabilities</b>				
Accumulated Provision for Property Insurance	228.1	-	-	-
Accumulated Provision for Injuries and Damages	228.2	3,961,999	3,586,101	375,898
Accumulated Provision for Pensions and Benefits	228.3	22,117,071	20,018,692	2,098,379
Accumulated Miscellaneous Operating Provision	228.4	-	-	-
<b>Total Other Non-Current Liabilities</b>		<b>\$ 26,079,070</b>	<b>\$ 23,604,793</b>	<b>\$ 2,474,277</b>
<b>Current and Accrued Liabilities</b>				
Notes Payable	231	-	-	-
Accounts Payable	232	142,002,248	128,529,646	13,472,602
Notes Payable to Associated Companies	233	-	-	-
Accounts Payable to Associated Companies	234	38,266,278	-	38,266,278
Customer Deposits	235	32,773,583	31,374,826	1,398,757
Taxes Accrued	236	21,904,401	19,586,433	2,317,968
Interest Accrued	237	19,367,354	17,317,861	2,049,493
Dividends Declared	238	-	-	-
Matured Long-Term Bonds	239	-	-	-
Tax Collections Payable	241	4,404,843	4,097,680	307,163
Miscellaneous Current and Accrued Liabilities	242-245	28,994,244	26,725,303	2,268,941
<b>Total Current and Accrued Liabilities</b>		<b>\$ 287,712,951</b>	<b>\$ 227,631,749</b>	<b>\$ 60,081,202</b>
<b>Deferred Credits</b>				
Customer Advances for Construction	252	\$ 1,302,293	\$ 1,280,802	\$ 21,492
Accumulated Deferred Investment Tax Credits	255	90,572,886	78,979,098	11,593,788
Other Deferred Credits	253	1,613,599	1,460,311	153,288
Regulatory Liabilities	254	748,613,328	670,183,891	78,429,437
Asset Retirement Obligation	230	180,833,983	158,852,551	21,981,432
Miscellaneous Long-Term Liabilities	244	23,931,270	21,398,814	2,532,456
Accumulated Deferred Income Taxes	281-283	1,103,217,524	987,722,918	115,494,606
<b>Total Deferred Credits</b>		<b>\$ 2,150,084,883</b>	<b>\$ 1,919,878,385</b>	<b>\$ 230,206,498</b>
<b>Total Liabilities and Stockholders Equity</b>		<b>\$ 8,057,394,474</b>	<b>\$ 7,172,715,116</b>	<b>\$ 884,679,358</b>
Adjustment to Balance		-	\$ (12,947,959)	\$ 12,947,959

**KENTUCKY UTILITIES COMPANY**  
Income Statement on a Total Company and Jurisdictional Basis  
Twelve Months Ended June 30, 2019

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	\$ 635,423,809	\$ 597,800,948	\$ 37,622,860
Commercial and Industrial Sales:	442			
Small (or Comm) - Rural Comm & Comm L&P		418,813,344	400,526,791	18,286,553
Large (or Ind) - Industrial & Mine Power		382,852,734	372,927,129	9,925,605
Public Street and Highway Lighting	444	12,175,479	11,822,961	352,518
Other Sales to Public Authorities	445	131,694,155	124,837,276	6,856,879
Total Sales to Ultimate Consumers		<u>\$ 1,580,959,520</u>	<u>\$ 1,507,915,104</u>	<u>\$ 73,044,416</u>
Sales for Resale	447	104,771,145	12,847,865	91,923,280
Total Sales of Electricity		<u>\$ 1,685,730,666</u>	<u>\$ 1,520,762,970</u>	<u>\$ 164,967,696</u>
Less: Provision for Refund	449.1	-	-	-
Total Revenues Net of Provision for Refund		<u>\$ 1,685,730,666</u>	<u>\$ 1,520,762,970</u>	<u>\$ 164,967,696</u>
Other Operating Revenues:				
Late Payment Charges	450	3,873,747	3,702,625	171,123
Miscellaneous Service Revenues	451	2,183,567	2,038,025	145,542
Rent from Electric Property	454	11,439,945	9,691,567	1,748,378
Other Electric Revenues	456	26,273,514	24,907,798	1,365,715
Total Other Operating Revenues		<u>\$ 43,770,773</u>	<u>\$ 40,340,015</u>	<u>\$ 3,430,757</u>
Total Operating Revenue		<u>\$ 1,729,501,438</u>	<u>\$ 1,561,102,985</u>	<u>\$ 168,398,454</u>
Operating Expenses:				
Operation Expenses	401	\$ 789,940,733	\$ 703,516,176	\$ 86,424,557
Maintenance Expenses	402	142,566,616	127,244,913	15,321,703
Depreciation Expense	403	265,044,531	235,653,624	29,390,907
Amortization of Limited-Term Electric Plant	404	18,270,260	16,275,712	1,994,548
Regulatory Debits	407	7,823,418	5,117,763	2,705,655
Taxes Other than Income Taxes	408.1	44,048,472	39,864,448	4,184,024
Income Taxes - Federal	409.1	3,486,047	Total Income Taxes	
Income Taxes - State	409.1	3,791,586		
Deferred Federal Income Taxes - Net	410-1.1	57,438,350		
Deferred State Income Taxes - Net	410-1.1	12,766,763	70,503,736	6,979,010
Accretion Expense	411.1	-	-	-
Investment Tax Credit Adjustment - Net	411.4	-	-	-
Losses/(Gains) from Disposition of Allowances	411.8	(78,388)	(68,859)	(9,529)
Total Utility Operating Expenses		<u>\$ 1,345,098,388</u>	<u>\$ 1,198,107,513</u>	<u>\$ 146,990,875</u>
Net Utility Operating Income		<u>\$ 384,403,051</u>	<u>\$ 362,995,472</u>	<u>\$ 21,407,579</u>

**KENTUCKY UTILITIES COMPANY**  
Income Statement on a Total Company and Jurisdictional Basis  
Twelve Months Ended June 30, 2019

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
<b>Other Income and Deductions are not separated on a jurisdictional basis.</b>				
<u>Other Income and Deductions</u>				
Total Other Income		\$ 1,579,677		
Total Other Income Deductions		5,422,951		
Total Taxes on Other income and Deductions		(3,920,323)		
Net Other Income and Deductions		\$ 77,050		
<u>Interest Charges</u>				
Interest on Long Term Debt	427	\$ 95,295,460		
Amortization of Debt Discount and Expense	428	2,807,160		
Amortization of Loss on Re-Acquired Debt	428.1	538,853		
Amortization of Premium on Debt - Credit	429	-		
Amortization of Gain on Re-Acquired Debt - Credit	429.1	-		
Interest on Debt to Associated Companies	430	15,138		
Other Interest Expense	431	6,266,219		
Allowance for Borrowed Funds Used During Construction	432	(519,731)		
Net Interest Charges		\$ 104,403,099	\$ 93,419,233	\$ 10,983,866
Cumulative Effect of Accounting Change, Net of Tax		\$ -		
Net Income		\$ 280,077,001		