



a PPL company

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PUBLIC SERVICE
COMMISSION

Jeff Cline
Procedure Development Coordinator
Division of General Administration Filings Branch
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, KY 40602-0615

November 13, 2020

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

Kentucky Utilities Company
State Regulation and Rates
220 West Main Street
PO Box 32010
Louisville, Kentucky 40232
www.lge-ku.com

Rick E. Lovekamp
Manager - Regulatory
Strategy/Policy
T 502-627-3780
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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. Also, pursuant to the Commission's Order dated March 16, 2020 for Case No. 2020-00085, specifically Ordering Paragraph No. 4, the Companies are submitting this information via e-mail to PSCED@ky.gov.

Should you have any questions regarding the information filed herewith, please call me or Don Harris at (502)627-2021.

Sincerely,

A handwritten signature in blue ink that reads "Rick E. Lovekamp".

Rick E. Lovekamp

Enclosures

cc: KPSC Division of Financial Analysis

KENTUCKY UTILITIES COMPANY

Balance Sheet on a Total Company and Jurisdictional Basis
At September 30, 2020

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
<u>Utility Plant</u>				
Utility Plant	101-106	\$ 10,272,484,327	\$ 9,605,228,203	\$ 667,256,124
Plus: Construction Work in Progress	107	369,656,171	345,541,539	24,114,632
Total Utility Plant		<u>\$ 10,642,140,498</u>	<u>\$ 9,950,769,742</u>	<u>\$ 691,370,756</u>
Less: Accumulated Provision for Depreciation	108,111	3,586,406,387	3,332,705,775	253,700,612
Net Utility Plant		<u>\$ 7,055,734,110</u>	<u>\$ 6,618,063,967</u>	<u>\$ 437,670,143</u>
<u>Other Property and Investments</u>				
Nonutility Property-Less reserve	121-122	\$ 681,648	\$ -	\$ 681,648
Investment in Subsidiary Companies	123.1	250,000	-	250,000
Non-Current Portion of Allowances	158.1	-	-	-
Other Investments	124	-	-	-
Special Funds	125-128	36,304,445	34,157,686	2,146,759
Total Other Property and Investments		<u>\$ 37,236,093</u>	<u>\$ 34,157,686</u>	<u>\$ 3,078,407</u>
<u>Current and Accrued Assets</u>				
Cash	131	\$ 7,175,544	\$ 6,730,479	\$ 445,065
Special Deposits	132-134	-	-	-
Working Funds	135	57,530	53,962	3,568
Temporary Cash Investments	136	7,547,301	7,079,178	468,123
Customer Accounts Receivable	142	152,484,956	139,954,155	12,530,801
Other Accounts Receivable	143	24,685,507	23,154,384	1,531,123
Less: Accum Prov for Uncollectable Accts-Credit	144	1,998,445	1,874,491	123,954
Notes Receivable	141	785,620	785,620	-
Notes Receivable from Associated Companies	145	-	-	-
Accounts Receivable from Associated Companies	146	12,392,780	11,659,969	732,811
Fuel	151	53,561,822	50,445,902	3,115,920
Plant Materials and Operating Supplies	154	61,172,676	56,897,084	4,275,592
Allowances	158.1	124,178	116,493	7,685
Less: Non-Current Portion of Allowances	158.1	-	-	-
Stores Expense Undistributed	163	2,848,650	2,649,547	199,103
Prepayments	165-168	22,329,424	20,944,621	1,384,803
Interest, Dividends, and Rents Receivable	171-172	1,284,804	1,205,114	79,690
Accrued Utility Revenues	173	73,442,075	68,741,000	4,701,075
Miscellaneous Current Assets	174-176	-	-	-
Total Current and Accrued Assets		<u>\$ 417,894,423</u>	<u>\$ 388,543,017</u>	<u>\$ 29,351,406</u>
<u>Deferred Debits</u>				
Unamortized Debt Expense	181	\$ 21,890,202	\$ 20,532,458	\$ 1,357,744
Deferred Regulatory Assets	182	437,264,464	416,285,232	20,979,232
Preliminary Survey and Inventory	183	1,718,189	1,611,618	106,571
Clearing Accounts	184	6,539,599	6,152,899	386,700
Miscellaneous Deferred Debits	186-188	43,691,668	9,866,898	33,824,770
Unamortized Loss on Bonds	189	8,811,869	8,265,311	546,558
Accumulated Deferred Income Taxes	190	302,413,478	283,613,634	18,799,844
Total Deferred Debits		<u>\$ 822,329,469</u>	<u>\$ 746,328,050</u>	<u>\$ 76,001,419</u>
Total Assets		<u>\$ 8,333,194,095</u>	<u>\$ 7,787,092,719</u>	<u>\$ 546,101,376</u>

KENTUCKY UTILITIES COMPANY
Balance Sheet on a Total Company and Jurisdictional Basis
At September 30, 2020

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	\$ 289,027,538	\$ 19,112,440
Preferred Stock Issued	204	-	-	-
Premium on Capital Stock	207	-	-	-
Paid in Capital	208-211	794,358,083	745,087,876	49,270,207
Other Comprehensive Income	219	0	-	0
(Less) Common Stock Expense	214	321,289	301,361	19,928
Retained Earnings	215-216	2,034,671,149	1,908,470,294	126,200,855
Unappropriated Undistributed Subsidiary Earnings	216.1	-	-	-
Total Proprietary Capital		\$ 3,136,847,921	\$ 2,942,284,347	\$ 194,563,574
Long-Term Debt				
Bonds	221-222	\$ 2,641,852,405	\$ 2,477,991,020	\$ 163,861,385
Long-Term Debt Marked to Market	221.2	-	-	-
Long-Term Debt To Associated Companies	223	-	-	-
Other Long-Term Debt	224	-	-	-
Unamortized Premium on Long-Term Debt	225	5,221,083	4,897,245	323,838
Unamortized Discount on Long-Term Debt	226	(9,513,208)	(8,923,149)	(590,059)
Total Long-Term		\$ 2,637,560,281	\$ 2,473,965,116	\$ 163,595,165
Other Non-Current Liabilities				
Accumulated Provision for Property Insurance	228.1	-	-	-
Accumulated Provision for Injuries and Damages	228.2	3,292,533	3,097,838	194,695
Accumulated Provision for Pensions and Benefits	228.3	20,794,416	19,564,798	1,229,618
Accumulated Miscellaneous Operating Provision	228.4	-	-	-
Total Other Non-Current Liabilities		\$ 24,086,948	\$ 22,662,636	\$ 1,424,312
Current and Accrued Liabilities				
Notes Payable	231	\$ 138,996,426	\$ 130,375,147	\$ 8,621,279
Accounts Payable	232	117,827,270	110,859,893	6,967,377
Notes Payable to Associated Companies	233	-	-	-
Accounts Payable to Associated Companies	234	38,919,916	-	38,919,916
Customer Deposits	235	32,021,819	30,926,335	1,095,485
Taxes Accrued	236	29,422,798	27,597,844	1,824,954
Interest Accrued	237	43,455,494	40,760,159	2,695,335
Dividends Declared	238	-	-	-
Matured Long-Term Bonds	239	-	-	-
Tax Collections Payable	241	4,304,176	4,071,252	232,924
Miscellaneous Current and Accrued Liabilities	242-245	31,257,050	29,757,371	1,499,679
Total Current and Accrued Liabilities		\$ 436,204,949	\$ 374,348,001	\$ 61,856,949
Deferred Credits				
Customer Advances for Construction	252	\$ 1,216,493	\$ 1,195,002	\$ 21,492
Accumulated Deferred Investment Tax Credits	255	88,684,310	83,006,858	5,677,452
Other Deferred Credits	253	2,546,015	2,374,118	171,897
Regulatory Liabilities	254	722,306,090	677,053,658	45,252,432
Asset Retirement Obligation	230	130,786,813	122,692,808	8,094,005
Miscellaneous Long-Term Liabilities	227	22,367,907	20,980,533	1,387,374
Accumulated Deferred Income Taxes	281-283	1,130,586,367	1,060,302,307	70,284,060
Total Deferred Credits		\$ 2,098,493,996	\$ 1,967,605,284	\$ 130,888,713
Total Liabilities and Stockholders Equity		\$ 8,333,194,095	\$ 7,780,865,383	\$ 552,328,712
Adjustment to Balance		-	\$ (6,227,336)	\$ 6,227,336

KENTUCKY UTILITIES COMPANY

Income Statement on a Total Company and Jurisdictional Basis
Twelve Months Ended September 30, 2020

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
Utility Operating Income				
Operating Revenues:				
Residential Sales	440	\$ 663,154,422	\$ 625,740,920	\$ 37,413,502
Commercial and Industrial Sales:	442			
Small (or Comm) - Rural Comm & Comm L&P		433,008,690	415,429,085	17,579,605
Large (or Ind) - Industrial & Mine Power		366,326,181	357,716,226	8,609,956
Public Street and Highway Lighting	444	10,353,257	10,010,036	343,221
Other Sales to Public Authorities	445	136,133,110	129,338,600	6,794,510
Total Sales to Ultimate Consumers		<u>\$ 1,608,975,661</u>	<u>\$ 1,538,234,867</u>	<u>\$ 70,740,794</u>
Sales for Resale	447	42,221,374	19,621,607	22,599,767
Total Sales of Electricity		<u>\$ 1,651,197,035</u>	<u>\$ 1,557,856,474</u>	<u>\$ 93,340,560</u>
Less: Provision for Refund	449.1	-	-	-
Total Revenues Net of Provision for Refund		<u>\$ 1,651,197,035</u>	<u>\$ 1,557,856,474</u>	<u>\$ 93,340,560</u>
Other Operating Revenues:				
Late Payment Charges	450	1,972,725	1,896,448	76,277
Miscellaneous Service Revenues	451	996,234	936,976	59,258
Rent from Electric Property	454	12,405,428	11,747,738	657,690
Other Electric Revenues	456	23,552,121	22,428,018	1,124,103
Total Other Operating Revenues		<u>\$ 38,926,507</u>	<u>\$ 37,009,180</u>	<u>\$ 1,917,327</u>
Total Operating Revenue		<u>\$ 1,690,123,542</u>	<u>\$ 1,594,865,654</u>	<u>\$ 95,257,888</u>
Operating Expenses:				
Operation Expenses	401	\$ 709,256,362	\$ 667,174,980	\$ 42,081,382
Maintenance Expenses	402	135,015,005	125,170,330	9,844,675
Depreciation Expense	403	312,734,774	292,233,650	20,501,124
Amortization of Limited-Term Electric Plant	404	16,300,426	15,241,740	1,058,687
Regulatory Debits	407	11,340,365	10,367,431	972,933
Taxes Other than Income Taxes	408.1	46,397,452	43,762,395	2,635,057
Income Taxes - Federal	409.1	49,200,779		
Income Taxes - State	409.1	4,674,875	62,948,704	7,669,164
Deferred Federal Income Taxes - Net	410-1.1	5,907,559	-	-
Deferred State Income Taxes - Net	410-1.1	10,834,655	-	-
Accretion Expense	411.1	-	-	-
Investment Tax Credit Adjustment - Net	411.4	432,019	385,101	46,918
Losses/(Gains) from Disposition of Allowances	411.8	(19,940)	(18,780)	(1,160)
Total Utility Operating Expenses		<u>\$ 1,302,074,331</u>	<u>\$ 1,217,265,552</u>	<u>\$ 84,808,780</u>
Net Utility Operating Income		<u>\$ 388,049,211</u>	<u>\$ 377,600,102</u>	<u>\$ 10,449,108</u>

KENTUCKY UTILITIES COMPANY

Income Statement on a Total Company and Jurisdictional Basis
Twelve Months Ended September 30, 2020

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.				
Other Income and Deductions				
Total Other Income		\$ 1,541,831		
Total Other Income Deductions		6,612,982		
Total Taxes on Other income and Deductions		(3,508,930)		
Net Other Income and Deductions		\$ (1,562,222)		
Interest Charges				
Interest on Long Term Debt	427	\$ 107,285,425		
Amortization of Debt Discount and Expense	428	2,816,092		
Amortization of Loss on Re-Acquired Debt	428.1	644,604		
Amortization of Premium on Debt - Credit	429	(209,278)		
Amortization of Gain on Re-Acquired Debt - Credit	429.1	-		
Interest on Debt to Associated Companies	430	75,983		
Other Interest Expense	431	2,307,308		
Allowance for Borrowed Funds Used During Construction	432	(76,844)		
Net Interest Charges		\$ 112,843,289	\$ 105,844,163	\$ 6,999,126
Cumulative Effect of Accounting Change, Net of Tax		\$ -		
Net Income		\$ 273,643,701		