



a PPL company

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JUN 30 2017

PUBLIC SERVICE
COMMISSION

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

June 30, 2017

Re: *Application of Kentucky Utilities Company for an Order Authorizing the Restructure and Refinancing of Unsecured Debt and the Assumption of Obligations and for Amendment of Existing Authority - Case No. 2010-00206*

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
Affairs/Tariffs
T 502-627-3780
F 502-627-3213
rick.lovekamp@lge-ku.com

Dear Dr. Mathews:

Pursuant to Ordering Paragraph No. 9 of the Kentucky Public Service Commission's Order, dated September 30, 2010, in the aforementioned case, attached is a Form 8-K filed with the Securities and Exchange Commission ("SEC") on June 22, 2017.

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,

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

Rick E. Lovekamp

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): June 22, 2017

<u>Commission File Number</u>	<u>Registrant; State of Incorporation; Address and Telephone Number</u>	<u>IRS Employer Identification No.</u>
1-11459	PPL Corporation (Exact name of Registrant as specified in its charter) (Pennsylvania) Two North Ninth Street Allentown, PA 18101-1179 (610) 774-5151	23-2758192
333-173665	LG&E and KU Energy LLC (Exact name of Registrant as specified in its charter) (Kentucky) 220 West Main Street Louisville, KY 40202-1377 (502) 627-2000	20-0523163
1-2893	Louisville Gas and Electric Company (Exact name of Registrant as specified in its charter) (Kentucky) 220 West Main Street Louisville, KY 40202-1377 (502) 627-2000	61-0264150
1-3464	Kentucky Utilities Company (Exact name of Registrant as specified in its charter) (Kentucky and Virginia) One Quality Street Lexington, KY 40507-1462 (502) 627-2000	61-0247570

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Indicate by a check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act (§230.405) or Rule 12b-2 under the Exchange Act (§240.12b-2).

- PPL Corporation
- LG&E and KU Energy LLC
- Louisville Gas and Electric Company
- Kentucky Utilities Company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

- PPL Corporation
 - LG&E and KU Energy LLC
 - Louisville Gas and Electric Company
 - Kentucky Utilities Company
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Section 8 - Other Events

Item 8.01 Other Events

On June 22, 2017, Louisville Gas and Electric Company ("LG&E") and Kentucky Utilities Company ("KU" and, together with LG&E, the "Companies") issued a press release announcing the Kentucky Public Service Commission ("KPSC") orders approving, with certain modifications, the unanimous settlement agreements in the Companies' rate increase proceedings. The settlement agreements were previously announced on April 19, 2017. The rate changes become effective on July 1, 2017.

The KPSC order provides for increases of \$56 million and \$51 million, respectively, in the annual revenue requirement associated with LG&E and KU base electric rates and \$7 million in the annual revenue requirement associated with LG&E base gas rates. The KPSC established an authorized return on equity for base rates and the gas line tracker mechanism of 9.70% for all three rate bases. The order represents increases of approximately 5%, 3% and 2%, respectively, in LG&E and KU base electric and LG&E gas annual revenue requirements.

Consistent with the proposed settlement, the order approved the Companies' requests for Certificates of Public Convenience and Necessity ("CPCN") for certain substation automation and approved the Companies' agreement to withdraw their request for a CPCN for full deployment of advanced meters and form a collaborative group to study such project. In addition, a CPCN was issued for the construction of a new gas pipeline in Bullitt County.

The KPSC's order represents reductions of approximately \$3 million, \$4 million and \$1 million, respectively, in LG&E and KU electric and LG&E gas annual revenue requirements from the terms proposed in the settlement (including a reduction of 0.05% in authorized return on equity). The KPSC order also modified the settlement to provide for the increase in the residential monthly basic electric service charge to occur in one step when new rates become effective, rather than occurring over two years.

The order is subject to standard rehearing or appeal rights of the parties, if exercised. The Companies are currently reviewing the KPSC order.

A copy of the Companies' press release is filed as Exhibit 99.1 hereto.

Section 9 - Financial Statements and Exhibits

Item 9.01 Financial Statements and Exhibits

(d) Exhibits

- 99.1 - Press release, dated June 22, 2017, of Louisville Gas and Electric Company and Kentucky Utilities Company

Statements in this report regarding future events and their timing, including the Companies' future rates, rate mechanisms or returns on equity, as well as statements as to future costs or expenses, regulation, corporate strategy and performance, are "forward-looking statements" within the meaning of the federal securities laws. Although the Companies believe that the expectations and assumptions reflected in these forward-looking statements are reasonable, these expectations, assumptions and statements are subject to a number of risks and uncertainties, and actual results may differ materially from the results discussed in the statements. The following are among the important factors that could cause actual results to differ materially from the forward-looking statements: subsequent phases of rate proceedings and regulatory cost recovery; market demand and prices for electricity or gas; political, regulatory or economic conditions in states and regions where the Companies conduct business; and the progress of actual construction, purchase or installation of assets or operations subject to tracker mechanisms. Any such forward-looking statements should be considered in light of such important factors and in conjunction with PPL

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, each Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

PPL CORPORATION

By: /s/ Stephen K. Breininger

Stephen K. Breininger
Vice President and Controller

LG&E AND KU ENERGY LLC

By: /s/ Gerald A. Reynolds

Gerald A. Reynolds
General Counsel, Chief Compliance Officer and
Corporate Secretary

LOUISVILLE GAS AND ELECTRIC COMPANY

By: /s/ Gerald A. Reynolds

Gerald A. Reynolds
General Counsel, Chief Compliance Officer and
Corporate Secretary

KENTUCKY UTILITIES COMPANY

By: /s/ Gerald A. Reynolds

Gerald A. Reynolds
General Counsel, Chief Compliance Officer and
Corporate Secretary

Dated: June 26, 2017

Exhibit 99.1

Press Release

LG&E and KU Energy LLC
220 West Main Street
Louisville, Kentucky 40202
www.lge-ku.com

Contact:

Media Line
T 502-627-4999
F 502-627-3629

June 22, 2017

KPSC rules in the LG&E, KU rate review

Ruling allows for investments in safe, reliable service

(LOUISVILLE, Ky.) — The Kentucky Public Service Commission issued its ruling today in the rate review for Louisville Gas and Electric Company and Kentucky Utilities Company, upholding the majority of the settlement reached by 18 interested parties to the case.

The ruling gives LG&E and KU the ability to invest in intelligent control equipment that will enhance reliability and enable faster restoration of service. It also will give LG&E the ability to improve natural gas safety and reliability by replacing aging natural gas service steel lines — that run from the street to customers' homes — with new plastic lines. It also approved a new natural gas line in Bullitt County, Kentucky, to provide additional reliability in that area.

The commission expanded a section of the settlement to allow all Kentucky schools — not just public schools — to participate in a \$1.5 million pilot program that provides lower rates to schools that participate in energy efficiency measures. It also disallowed cost recovery of certain employee retirement benefits.

During the settlement discussions, the utilities agreed to withdraw their current plans for full deployment of advanced meters that help customers better manage their energy use and allow the utilities the ability to know when customers' service is out. LG&E and KU will continue their voluntary advanced meter program and form an AMS collaborative of interested parties from the existing rate review to address issues raised by the parties with respect to LG&E and KU's proposal.

A KU residential customer using an average of 1,179 kilowatt hours per month will see an increase of \$3.85 per month. An LG&E residential electric customer using an average of 957 kWh per month will see a total monthly increase of \$6.42. A residential LG&E natural gas customer using an average of 55 Ccf per month will see a total monthly increase of \$1.28.

The monthly electric basic service charge for LG&E and KU, included in the increase above, will be \$12.25 and will not be staggered over two years, as agreed upon during the settlement. LG&E's monthly natural gas basic service charge will be \$16.35.

"While we are still reviewing the details of the order, the ruling gives us the ability to enhance our reliability and continue providing safe and reliable service to our customers while mostly meeting the needs of the parties to this case," said Kent Blake, LG&E and KU chief financial officer.

The new rates will go into effect July 1.

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Louisville Gas and Electric Company and Kentucky Utilities Company, part of the PPL Corporation (NYSE: PPL) family of companies, are regulated utilities that serve nearly 1.3 million customers and have consistently ranked among the best companies for customer service in the United States. LG&E serves 324,000 natural gas and 407,000 electric customers in Louisville and 16 surrounding counties. KU serves 549,000 customers in 77 Kentucky counties and five counties in Virginia. More information is available at www.lge-ku.com and www.pplweb.com.