

Ernie Fletcher  
Governor

Mark David Goss  
Chairman

Teresa J. Hill, Secretary  
Environmental and Public  
Protection Cabinet

Christopher L. Lilly  
Commissioner  
Department of Public Protection

Commonwealth of Kentucky  
**Public Service Commission**  
211 Sower Blvd.  
P.O. Box 615  
Frankfort, Kentucky 40602-0615  
Telephone: (502) 564-3940  
Fax: (502) 564-3460  
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John W. Clay  
Commissioner

October 18, 2006

Honorable John P. Fendig  
Senior Corporate Attorney  
Louisville Gas and Electric Company  
P. O. Box 32010  
Louisville, KY 40232-2010

RE: Case No. 2006-00445  
Louisville Gas and Electric Company

The Commission staff has reviewed your application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,



Mike Burford  
Director Division of Filings

MB/MB  
Enclosure

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

FILED  
OCT 13 2006  
PUBLIC SERVICE  
COMMISSION

RECEIVED  
OCT 13 2006  
PUBLIC SERVICE  
COMMISSION

In the Matter of:

THE APPLICATION OF LOUISVILLE GAS )  
AND ELECTRIC COMPANY FOR AN )  
ORDER AUTHORIZING THE ISSUANCE )  
OF SECURITIES AND THE ASSUMPTION )  
OF OBLIGATIONS )

Case No. 2006 20445

APPLICATION

Louisville Gas and Electric Company ("LG&E" or the "Company") hereby requests, pursuant to KRS 278.300, that the Commission authorize the issuance of securities, assumption of obligations and entrance into all necessary agreements and other documents relating thereto as more fully described herein.

The Company incurs filing costs and dedicates significant labor time to complying with the restrictive requirements of its Trust Indenture dated November 1, 1949 (the "Company Indenture"), which imposes numerous operational and administrative burdens on the Company. Additionally, on account of both debt secured under the Company Indenture and the Company's outstanding preferred stock, LG&E is subject to extensive filing and reporting requirements and sustains ongoing administrative costs attributable to the preparation of reports and external legal, accounting and printing costs associated with the reporting requirements of the Securities Exchange Act of 1934 and the Sarbanes-Oxley Act of 2002. Beginning January 1, 2007, when LG&E becomes subject to certain additional reporting requirements relating to Section 404 of the