

**Louisville Gas and Electric Company
Kentucky Utilities Company
LG&E and KU Foundation Inc.
Schedule of Charitable Contributions
December 31, 2024
(\$ 000's)**

**Submitted pursuant to the Commission's Order in Case No. 2010-00204
Response to Appendix C, Commitment Nos. 1, 36, and 38**

Year	LG&E	KU	Foundation
	Actual	Actual	Actual
1997	147	388	1,176
1998	135	453	1,271
1999	102	107	2,312
2000	146	52	2,295
2001	160	48	2,207
2002	64	144	2,158
2003	178	95	1,185
2004	184	157	2,158
2005	641	259	1,268
2006	1,551	605	923
2007	1,148	478	1,028
2008	1,010	428	873
2009	867	532	768
2010	1,640	716	666
2011	1,859	1,055	679
2012	2,259	1,111	762
2013	2,619	1,246	839
2014	2,920	1,597	697
2015	3,972	1,651	781
2016	4,086	1,538	627
2017	3,241	1,527	625
2018	9,466	5,434	601
2019 ¹	8,473	5,863	3,828
2020	308	265	4,825
2021	426	287	5,100
2022	502	201	5,735
2023	501	166	4,485
2024	381	291	4,052

1 - Beginning in 2019, all charitable contributions to 501(c)(3) organizations will be made by the LG&E and KU foundation. In December 2019, contributions of \$8 million and \$5 million were made by LG&E and KU, respectively, to the LG&E and KU Foundation as funding for such future charitable contributions. Contributions to other 501(c) organizations will continue to be made by each utility.

Louisville Gas & Electric Company
Kentucky Utilities Company
Schedule of Economic Development Expenditures ¹
December 31, 2024
(\$ 000's)

Submitted pursuant to the Commission's Order in Case No. 2010-00204
Response to Appendix C, Commitment Nos. 1 and 38

Year	LG&E	KU
	Actual	Actual
1997	842	1,296
1998	571	1,111
1999	576	1,359
2000 ²	681	988
2001	991	1,475
2002	996	1,451
2003	896	1,401
2004	863	1,361
2005	1,031	1,546
2006	1,130	1,698
2007	1,184	1,775
2008	1,175	1,761
2009	1,267	1,901
2010	1,286	1,930
2011	1,295	1,942
2012	1,167	1,752
2013	1,294	1,942
2014	1,220	1,826
2015	1,194	2,366
2016	1,081	1,940
2017	1,218	2,017
2018	1,174	2,229
2019	1,225	2,261
2020	1,278	2,170
2021	1,700	2,900
2022	1,680	2,907
2023 ³	1,338	2,061
2024	1,223	2,780

- Note(s):**
- 1.- Economic development includes those activities to retain existing businesses and industries, to expand existing businesses and industries, and to attract new businesses and industries.
 - 2.- In the filing for 2000, the results were inadvertently reversed and, consequently, showed \$681,000 for KU and \$988,000 for LG&E. The 2000 results were corrected with the March 2003 filing which provided data through the year-ending December 31, 2002.
 - 3.- The 2023 figures exclude an accounting adjustment related to the treatment of KAED restricted cash balances. The adjusted figures are \$559,000 & \$735,000 for LG&E and KU respectively.

**LG&E and KU Energy LLC, Louisville Gas and Electric Company
and Kentucky Utilities Company**

CASE NO. 2010-00204

Response to Appendix C, Commitment No. 1

Direct support for customers

Momentum for growth in the economy continued in 2024, marking the fourth best year of capital investment and job creation in state history by Kentucky companies according to Governor Beshear’s office ([here](#)). The commonwealth recorded 170 private sector new-location and expansion announcements in 2024 that totaled more than \$6.9 billion in new investments and 9,425 new full-time jobs. This economic development success put Kentucky in the national spotlight with a top-5 state for economic development projects per capita, and a third place ranking in the South-Central region, in Site Selection Magazine’s [2024 Governor’s Cup](#).

Louisville Gas and Electric Company (LG&E) and Kentucky Utility Company’s (KU) (collectively the “Companies”) Economic Development (ED) team successfully helps entice companies to remain, expand or relocate to the Commonwealth. In 2024 our efforts contributed to the overall prosperity of the state and communities with nearly \$2.8 billion in capital investment, and over 3,000 new jobs announced by customers in the Companies service territories. These key performance metrics account for 45% of the statewide projects announced by the cabinet for economic development. This is due in large part to trusted relationships with existing customers, state, and local leaders and valued partnerships with national site consultants. Traditional clusters including healthcare, logistics and distribution, metals, agri-tech, and food/beverage production continue to do well. Most notably advanced manufacturing, which includes the automotive sector, remains a growth leader with Toyota Motor Manufacturing KY, for example, announcing a \$922 million investment to add an advanced paint operation in Georgetown.

Economic development rider

The Opportunity Kentucky [bill credit](#), also known as the Economic Development Rider (EDR), provides incentives to new and existing customers, enabling them to grow their operations and create new jobs. In 2024, LG&E and KU provided \$2,885,149 in bill credits to Central Motor Wheel of America, Phoenix Paper, Manchester Tank, Danimer Scientific, Kruger Packaging, Bitiki-KY LLC, River View Coal LLC - Henderson County Mine, and UPS. These bill credits helped encourage the creation of approximately 730 jobs throughout the LG&E and KU service territories.

Marketing and positioning for success

In 2024, Site Selection Magazine, an international publication focused on economic development, once again named LG&E and KU among an elite group of [Top 20 utilities in the U.S.](#) for corporate facility investment and job creation announced in 2024. The annual evaluation includes about

3,300 electric utilities from around the country. The criteria to be named a Top 20 utility by Site Selection Magazine entails an evaluation of project investments in the service territories and calculates those projects' jobs and capital investment numbers on a cumulative and per-capita basis. The publication also considers questionnaire responses from utility economic developers about the energy companies' website tools and data; innovative programs and incentives for business (including sustainability programs); and the utilities' own job-creating infrastructure and facility investment trends.

KentuckyUnited is an initiative of the Kentucky Association of Economic Development (KAED) which promotes the state as a business destination for new and expanding businesses. As a leader in the KentuckyUnited marketing effort, LG&E and KU works to promote communities to site selectors and companies interested in locating new or expanding existing facilities. The Companies also participated in site-selector events with the Area Development Forum, the Southern Economic Development Council, as well as proactive marketing events with Commerce Lexington and Greater Louisville Inc. The Companies co-hosted a FAM (familiarization) tour in 2024 in collaboration with Greater Louisville Inc. (GLI) as well as one with the Louisville Economic Development Alliance (LEDA).

The Companies online marketing platform, [OpportunityKY](#), helps site selectors and prospects evaluate communities and business parks with GIS mapping and quantitative data analysis. In addition, it includes overviews of the team, LG&E and KU programs and on-going customer support. This website is in collaboration with the Kentucky Cabinet for Economic Development and utilizes a tool called ZoomProspector. It specifically showcases each community's available commercial and industrial real estate within the LG&E and KU service territory. Intentional promotion of the OpportunityKY tagline and URL yielded strong digital analytics, verifying internet traffic to our website and social media posts. Visit: lge-ku.com/economic-development and [OpportunityKY](#) for a full overview of our economic development services.

The Companies promote Kentucky as a great destination to grow or expand a business in a variety of traditional media, digital, social, and print advertisements. A specific example includes stronger engagement with site-selection consultants and their respective clients, about our ED efforts through a quarterly e-newsletter. It updates key constituents on industrial sites in the LG&E and KU service territory, educates them on the Companies widening array of sustainability offerings, and celebrates new and expanding businesses in the LG&E and KU service area. It is worth noting this communication piece has strong digital analytics to demonstrate that an important audience is reading our marketing message. The most recent e-newsletter had a click-through rate of 86.8%, which is an all-time company record result and extraordinarily high for any direct digital communication. In addition, the Companies continued a series of [digital advertisements](#) targeting site-selection consultants and consumers. LG&E and KU found that the latter resulted in higher customer satisfaction with the Companies, from the realization that LG&E-KU engages in economic development activities.

Property/Product Development

The Opportunity Kentucky fund, previously referred to as a "matching grant fund," was established to help communities proactively address land and building inventory shortages. It

provides grants for due diligence, site development, workforce studies and more. The goal of this fund is to help communities increase industrial inventory, mitigate site risks, improve marketability of real estate, and attract businesses and job-growth opportunities. LG&E and KU has also completed and continues to reassess a site identification study to help communities understand where land opportunities exist. This process allows the Companies to maintain a list of high potential sites for future reference, as existing real estate is sold or leased, and maintains a pipeline of preparation activities for communities to focus on.

In 2024, Opportunity Kentucky grants supported the following development projects within the service territory.

2024 Grant Awards	
Scott County Due Diligence - Lanes Run Business Park due diligence	\$37,775
Scott County Due Diligence - Regional site due diligence	\$50,000
Laurel County building improvements - interior wall cladding	\$125,000
	<u>\$212,775</u>

Also, LG&E and KU continued its long-term commitment to Bracken County through an investment of \$232,910 in zero-interest loans to assist in the development of industrial land in the community. This support has ensured the community has the opportunity to attract jobs and investments in areas of economic hardship amidst increased global competition. In fact, Augusta Distillery is making investments in rick houses and plans a visitor experience for their bourbon operations within the Bracken County industrial park. These investments by the distillery will enable the industrial board to make a substantial payment on this loan in 2025.

The Opportunity Kentucky Fund partners well with the Kentucky Product Development Initiative ([KPDI](#)). The KY Cabinet for Economic Development (KCED) manages an annual application process to access funding appropriated by the legislature in the biennial state budget. In 2024 the state approved project grants (from the 2023 application process) in excess of \$75 million which will be leveraged by local economic development groups with matching funds, like the Opportunity Kentucky Fund.

The ED team was deployed to assist local economic development partners with each KPDI application and will continue as site visits and work is approved.

- In 2024, there were twelve new applications from communities in the LG&E and KU service territory, representing more than \$23 million in grant requests from the program. As such, Opportunity Kentucky Fund requests are expected to increase through the end of 2025 for communities in need of matching dollars for the KPDI.
- The ED team joined the third-party consulting firm, Site Selection Group, on visits to these LKE communities during the evaluation process.

Finally, it should be noted that the annual payments received as a result of the service territory settlement (Case No. [2019-00370](#)) with Big Rivers in Meade County, associated with the Nucor Steel Mill announcement, now totals \$2 million. LG&E and KU received the second annual payment from the settlement in January 2025. A separate filing will occur in July-2025 to report on this funding as required.

Leadership

The LG&E and KU ED team works in tandem with local, regional, and statewide officials to provide leadership and support new economic development projects.

For years, LG&E-KU economic development has provided leadership to the Kentucky Association for Economic Development (KAED), which is the chief vehicle through which economic development professionals build skills, advocate issues, and share best practices. Playing an integral role in the development of training programs and providing ideas for an enhancement in public policies, the ED team works to increase support for economic development throughout the Commonwealth. The ED team also supports the association's membership efforts that range from the effectiveness of professional development courses to conference programming and sponsorships, and the establishment of a new certification program. LG&E and KU was instrumental in the creation of a utility partnership to support product development (real estate) which culminated in the Kentucky Product Development Initiative (KPDI).

As part of our community engagement and leadership responsibilities, the ED and Key Account Management (KAM) teams provided board service and participated in planning activities/events for the following:

- Greater Louisville Inc.
- Louisville Metro Government Economic Development
- Kentucky Association for Economic Development and KYUnited
- Kentucky Educational Television, Louisville Regional Fund Board
- Kentucky Institute for Economic Development
- Kentucky Association of Manufacturers
- Louisville Certified Commercial and Industrial Managers
- Lexington Industrial Authority
- Bluegrass Tomorrow
- Bluegrass Higher Education Consortium
- Southeast Kentucky Economic Development Corporation
- Commerce Lexington
- Bluegrass Alliance
- Jeffersontown Economic Development Authority
- Jeffersontown Chamber of Commerce
- Shelby County Industrial Foundation
- Kentucky Chamber Workforce Board
- Easter Seals of Western Kentucky
- Ballard County Economic Development
- Green River Area Development (GRADD) Economic Development Council
- YMCA of Central Kentucky
- United Way of the Bluegrass

LG&E and KU representatives closely monitor key economic data and forecasts through participation in national organizations such as the Utility Economic Development Association, the Site Selectors Guild, the Industrial Asset Management Council, the Southern Economic Development Council, and the International Economic Development Council. These organizations provide insight into new and ever-changing trends, prospect interactions, professional development, education, and serve to cultivate key relationships with decision makers.

LG&E and KU Key Account Managers (KAMs) are also essential to economic development efforts not only by supporting new industry but as importantly for the retention and growth of current customers. The ED and KAM teams stay abreast of the profession of economic development, learning new ways to leverage excellent customer service into the creation of additional development opportunities for our customers and community partners. Key organizations to these efforts include the Kentucky Association of Manufacturers (KAM), and the Edison Electric Institute (EEI), KAED and the Kentucky Institute for Economic Development (KIED) the latter of which is an essential economic development course for new professionals. Staff also helped lead site selection simulation exercises as part of continuing education courses for county level elected officials through the Kentucky Association of Counties (KACo).

Evidence of partnerships and program success

"When Kentucky grows, we all grow" is the message of the economic development "Bettering Businesses" [campaign](#) which focuses on LG&E and KU's support of economic growth in the communities we serve. This messaging highlights real-life examples of products from [peanut butter](#) and [microwavable snacks](#) to [cement](#) and [paint](#), produced by industries LG&E and KU are proud to serve, who have benefitted from the Companies programs and in turn created even more jobs and economic growth in the state. The residential or commercial customer may not know exactly how we empower businesses and support job growth, so these communications tell this economic story and help increase overall customer satisfaction.

Economic development successes have resulted in business growth through partnerships in local site improvements. For example, a partnership with the Winchester-Clark County Industrial Development Authority (WCCIDA) helped get a 70-acre site build-ready so it could later be sold to Washington Penn Plastics. In 2024 they announced a \$104 million investment a new facility which is expected to open in 2025. Similarly, a joint effort with the city of Versailles helped the community purchase 118-acres and make improvements for industrial use. This site was acquired by Saga Spirits Group who announced plans to build a \$92.5 million distillery and tourism project at the site. LG&E and KU partnered with both communities and the state by providing Opportunity Kentucky grants to match local dollars toward KPDI awards.

A new company, Stellar Snacks recently celebrated its grand opening in West Louisville, marking the most significant economic development project in that area in more than 20 years with a \$137 million investment that will create up to 350 jobs. Stellar Snacks distributes its products to more than 5,000 grocery and retail stores nationwide and are also offered as in-flight snacks on Southwest Airlines, Alaska Airlines and Emirates. The company was founded in 2019 and is the first woman-owned pretzel manufacturer in the U.S. LG&E improved the natural gas and electric infrastructure and provided economic development project management to ensure the facility opened on time.

One last but not least example features a build-ready pad in the Owenton Industrial Park which has since been constructed thanks to support from the Owen County Fiscal Court, KPDI, and a matching grant from the Opportunity Kentucky fund. We look forward to working together to attract a new employer to this quality industrial site.

LG&E and KU Energy LLC, Louisville Gas and Electric Company, and Kentucky Utilities Company

CASE NO. 2010-00204

Response to Appendix C, Commitment No. 19

The following information is LG&E and KU Energy LLC's proportionate share of selected PPL Corporation financial and operating numbers for the year-ended December 31, 2024 as stipulated in the aforementioned Commission's Order:

	LG&E and KU Energy LLC
Total Assets	43.7%
Operating Revenues	42.1%
Operating and Maintenance Expense	34.6%
Number of Employees	16.1%

**LG&E and KU Energy LLC, Louisville Gas and Electric Company, and Kentucky
Utilities Company**

CASE NO. 2010-00204

Response to Appendix C, Commitment No. 29

Appendix C, Commitment No. 29 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).

**LG&E and KU Energy LLC, Louisville Gas and Electric Company, and Kentucky
Utilities Company**

CASE NO. 2010-00204

Response to Appendix C, Commitment No. 1

The filing of the current Three-Year Capital Budget information is being submitted in response to Case No. 2010-00204, Appendix C, Commitment No. 1 which stipulates that the Companies will comply with all previous merger, change of control, and holding company Orders. However, more specifically, Case No. 2000-095, Summary of Findings No. 15 requires the Companies to annually file their current 3-year capital budgets, including an explanation for any reductions in the capital budget items greater than 10 percent.

**Louisville Gas and Electric Company
Kentucky Utilities Company
Three-Year Capital Budgets
[\$ 000,000's]**

**Submitted pursuant to the Commission's Order in Case No. 2010-00204
Response to Appendix C, Commitment No. 1**

				Change from Prior Report [Increase; (Decrease)]	
	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2025</u>	<u>2026</u>
Louisville Gas and Electric Company -					
Generation	\$ 412	\$ 706	\$ 1,244	\$ (9)	\$ 372
Distribution	329	309	346	42	26
Transmission	70	65	119	19	9
Environmental	26	12	17	16	11
Other	121	109	73	37	75
Total	<u>\$ 958</u>	<u>\$ 1,201</u>	<u>\$ 1,799</u>	<u>\$ 104</u>	<u>\$ 493</u>
Kentucky Utilities Company -					
Generation	\$ 432	\$ 513	\$ 389	\$ 37	\$ 129
Distribution	197	276	251	22	\$ 52
Transmission	187	347	353	54	\$ 103
Environmental	52	80	157	42	\$ 80
Other	135	107	74	25	\$ 42
Total	<u>\$ 1,002</u>	<u>\$ 1,323</u>	<u>\$ 1,223</u>	<u>\$ 180</u>	<u>\$ 406</u>

Notes

No reductions greater than 10%