



a PPL company

Mr. Jeff DeRouen  
Executive Director  
Kentucky Public Service Commission  
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**Kentucky Utilities Company**  
State Regulation and Rates  
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October 16, 2015

**RE: Application of Kentucky Utilities Company for an Order  
Authorizing the Issuance of Securities and the Assumption of  
Obligations (Case No. 2014-00082)**

Dear Mr. DeRouen:

Pursuant to Ordering Paragraph No. 5 of the Commission’s June 16, 2014 Order in the aforementioned proceeding, Kentucky Utilities Company (“KU”) hereby files information related to an issuance under said Order.

On September 28, 2015 KU issued \$500 million of First Mortgage Bonds in accordance with the aforementioned order. The details of the bond issuances are shown below:

Borrower:	Kentucky Utilities Company	Kentucky Utilities Company
Type of Security:	First Mortgage Bonds	First Mortgage Bonds
Amount:	\$250,000,000	\$250,000,000
Issuance Date:	9/28/2015	9/28/2015
Maturity Date:	10/1/2025	10/1/2045
Interest Rate:	3.300%	4.375%
Price Paid:	99.957%	99.917%
Commissions Paid	\$1,625,000	\$2,187,500
Net Proceeds:	\$248,267,500	\$247,605,000

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On September 23, 2015 KU paid out \$43,688,302 on interest rate hedging agreements with its affiliate, PPL Corporation, as the counterparty in accordance with the aforementioned order. A total of \$14,076,899 will be amortized over the life of the 10 year bonds and a total of \$29,611,403 will be amortized over the life of the 30 year bonds. Including the amortization of the swaps, amortization of the discount, and the amortization of the underwriting commissions the all in yield on the 10 year bonds will be 4.08% and the all in yield on the 30 year bonds will be 5.22%.

Issuance expenses billed to date, other than commissions, total \$304,030. Additional issuance expense billings are anticipated to be received subsequent to the date of this filing.

This information is being filed electronically pursuant to 807 KAR 5:001, Section 8. I certify that the electronically filed documents are a true representation of the documents in paper medium to be filed with the Commission within two business days from the date of this electronic filing, and that all materials in the paper documents are included in the electronic filing. Should you have any questions regarding this transaction or this information, please contact me or Don Harris at (502) 627-2021.

Sincerely,



Rick E. Lovekamp