



a PPL company

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

**Louisville Gas and Electric  
Company**  
State Regulation and Rates  
220 West Main Street  
PO Box 32010  
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September 27, 2016

**RE: *Application of Louisville Gas and Electric Company For An Order  
Authorizing the Issuance of Securities and Assumption of Obligations*  
Case No. 2016-00083**

Dear Dr. Mathews:

Please find and accept for filing in electronic medium Louisville Gas and Electric Company's ("LG&E") statement regarding the refinancing of the Trimble County, 2000 Series A and 2002 Series A, Pollution Control Revenue Bonds, in the amount of \$125,000,000 for the above referenced matter.

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.

Pursuant to Ordering Paragraph No. 4 of the Commission's Order dated April 6, 2016 as contained in the aforementioned proceeding, please be advised that on September 15, 2016, LG&E completed the refinancing of the Trimble County, Pollution Control Revenue Bonds, 2000 Series A and 2002 Series A in the amount of \$125,000,000 as contemplated in the above-referenced case. The refinancing of the bonds was negotiated among the following underwriter: J.P. Morgan Securities LLC. Provided below is a summary of the terms for the bonds.

Dr. Talina R. Mathews  
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	<b>2016 Series A Bond</b>
Principal:	\$125,000,000
Bond Proceeds:	\$125,000,000
Conversion Date:	September 15, 2016
Interest Rate:	0.90%
Maturity Date:	September 1, 2044

The interest rate on this bond refinancing will be reset weekly. The weekly rate option was selected due to the low interest rate environment and the attractiveness of the weekly option compared to other short-term modes (See Attachment 1: Net Present Value Analysis). The weekly mode provisions are detailed within the enclosed Official Statement (See Attachment 2).

Total underwriter's commission and expenses of \$314,784 was paid to J.P. Morgan Securities LLC. Other fees and expenses involved in the issuance and distribution (legal, printing, accounting, etc.) are estimated to be \$370,000.

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