



Gwen R. Pinson  
Executive Director  
Kentucky Public Service Commission  
211 Sower Boulevard  
Frankfort, Kentucky 40601

**Louisville Gas and Electric Company**  
State Regulation and Rates  
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May 1, 2019

**RE: Application of Louisville Gas and Electric Company for an Order Authorizing the Issuance of Securities and the Assumption of Obligations (Case No. 2018-00335)**

Dear Ms. Pinson:

Pursuant to Ordering Paragraph No. 5 of the Commission’s Order, dated December 3, 2018, Louisville Gas and Electric Company (“LG&E”) hereby files information related to an issuance under said Order.

On April 1, 2019, LG&E issued \$400 million of First Mortgage Bonds in accordance with the aforementioned order. The details of the bond issuances are shown below:

Borrower:	Louisville Gas and Electric Company
Type of Security:	First Mortgage Bonds
Amount:	\$400,000,000
Issuance Date:	4/1/2019
Maturity Date:	4/1/2049
Interest Rate:	4.250%
Price Paid:	99.882%
Commissions Paid	\$3,500,000
Net Proceeds:	\$396,028,000

Including the amortization of the discount, the all in yield on the 30 year bonds will be 4.257%.

Issuance expenses billed to date, other than commissions, total \$330,878. Additional issuance expense billings are anticipated to be received subsequent

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to the date of this filing. The Company elected to issue bonds with a long tenor due to the very flat yield curve. LG&E attempted to raise \$500 million in the market. However, orders received were insufficient at an interest rate the Company felt was appropriate. Consequently, a decision was made to reduce the size of the issuance to the level of orders available at the 4.25% interest rate rather than to pay an interest rate with a credit spread above what the Company felt was consistent with its bond rating.

In accordance with 807 KAR 5:001, Section 8, I certify that the electronically filed documents are a true and accurate copy of the same document being delivered in paper medium; that the electronic filing has been transmitted to the Commission on May 1, 2019; that there are currently no parties in this proceeding that the Commission has excused from participation by electronic means; and that the original of this filing in paper medium will be filed with the Commission within two business days from the date of the electronic filing.

Should you have any questions regarding the enclosed, please contact me at your convenience.

Sincerely,



Rick E. Lovekamp