

**Rick E. Lovekamp**  
Manager Regulatory Strategy/Policy  
State Regulation and Rates  
O 502-627-3780  
rick.lovekamp@lge-ku.com



Linda C. Bridwell, PE  
Executive Director  
Kentucky Public Service Commission  
211 Sower Boulevard  
Frankfort, Kentucky 40601-8294

March 22, 2023

**RE: Electronic Joint Application of Kentucky Utilities Company and Louisville Gas and Electric Company for Approval of the Transfer of a Spare Transformer  
Case No. 2022-00294**

Dear Ms. Bridwell:

In response to Ordering Paragraph Nos. 3, 4, and 5 of the Commission's Order dated October 7, 2022, in the above-captioned proceeding, please find Kentucky Utilities Company's ("KU") and Louisville Gas and Electric Company's ("LG&E") information on the transfer of a transformer from LG&E to KU, which was completed in January 2023.

Ordering Paragraph No. 3

Within 60 days of the date of the transfer of the transformer, LG&E and KU shall file the following information:

- Value of Transformer \$2,144,828.10
- Initial Life of Transformer 60 years
- Remaining Life of Transformer 55 years

Ordering Paragraph No. 4

Within 60 days of the date of the transfer of the transformer, all accounting entries made to the books of LG&E and KU to record the transfer and allocation of the transformer shall be filed.

Louisville Gas and Electric Company Accounting Entries

Accumulated Provision for Depreciation (108)	\$2,308,493	
Electric Plant in Service (101)		\$2,303,493
<i>Record retirement of transfer at original cost</i>		

Intercompany Receivable from KU (146)	\$2,144,828	
Accumulated Provision for Depreciation (108) - Salvage		\$2,144,828
<i>Record the proceeds from the sale of the transformer at net book cost from LG&amp;E to KU</i>		

Linda C. Bridwell, Executive Director  
March 22, 2023

Kentucky Utilities Company Accounting Entries		
Construction Work in Progress (107)	\$2,144,828	
Intercompany Payable to LG&E (143)		\$2,144,828
<i>Record purchase of transformer from LG&amp;E</i>		

Ordering Paragraph No. 5

Within 60 days of the date of the transfer of the transformer, KU and LG&E shall file confirmation of the purchase of the replacement transformer and all accounting entries made to the books of LG&E and KU to record the purchase.

Kentucky Utilities Company Accounting Entries		
Construction Work in Progress (107)	\$3,446,500	
Cash (131)		\$3,446,500
<i>Record purchase of replacement transformer for KU. This entry will be recorded when the transformer is received, which should occur in 2024.</i>		

In accordance with 807 KAR 5:001, Section 8 and the Commission's Order of July 22, 2021 in Case No. 2020-00085, I certify that the electronic filing has been transmitted to the Commission on March 22, 2023 and that there are currently no parties in this proceeding that the Commission has excused from participation by electronic means.

Should you have any questions regarding the enclosed, please do not hesitate to contact me.

Sincerely,



Rick E. Lovekamp