

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

A PROPOSED CHANGE IN THE)
BOUNDARY BETWEEN THE SERVICE)
AREAS OF KENTUCKY UTILITIES) CASE NO. 9271
COMPANY AND SOUTH KENTUCKY)
RURAL ELECTRIC COOPERATIVE)
CORPORATION)

O R D E R

By letter received January 18, 1985, Kentucky Utilities Company ("KU") requested approval of a proposed change in the boundary between the service areas of KU and South Kentucky Rural Electric Cooperative Corporation ("South Kentucky"). This service area, which lies in McCreary County near Stearns, is within the Cumberland National Forest. Attached to the letter from KU was a map showing the proposed boundary change and an agreement, signed by both parties, requesting the change. An investigation by the Commission staff revealed that there are no customers now being served by either utility in the area under consideration and KU has an existing three-phase line nearby while South Kentucky has none and is reluctant to invest the funds for constructing service to the area to supply possible future loads.

The Commission, having considered the evidence of record and being advised, is of the opinion and finds that:

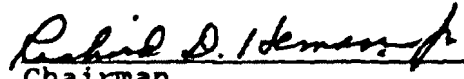
1. The proposed service area boundary change requested by KU will not affect any existing customers and has been agreed to by KU and South Kentucky; and


2. If South Kentucky should construct a line to serve future customers in the subject service area this would be an unnecessary duplication of facilities; therefore the proposed boundary change should be approved.

IT IS THEREFORE ORDERED that the service area boundary change between KU and South Kentucky as described in the KU letter received January 18, 1985, be and it hereby is approved.

Done at Frankfort, Kentucky, this 21st day of February, 1985.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary