COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF KENTUCKY UTILITIES)
COMPANY FOR AUTHORIZATION OF CHANGES IN) CASE NO. 90-047
TERRITORY WITH RURAL ELECTRIC COOPERATIVE)
CORPORATIONS)

ORDER

On February 22, 1990, Kentucky Utilities Company ("KU") filed an application, pursuant to KRS 278.018(6), requesting approval of certain allocations of customers and changes in the certified territorial boundaries between KU and six rural electric cooperative corporations ("RECCs"). The six RECCs, consisting of Cumberland Valley RECC, Green River Electric Corporation, Inter-County RECC, Nolin RECC, Shelby RECC, and South Kentucky RECC, had each signed a contract with KU evidencing the agreed upon allocations of customers and changes in boundaries. KU's application includes copies of the contracts with the RECCs and detailed maps showing the location of each affected customer and area. All of the changes are minor in nature and most are related to property that, as a result of subdividing, is located in two adjacent certified territories.

On March 6, 1990, the Attorney General's Office, Utility and Rate Intervention Division, filed a motion to intervene. The Commission granted that motion on March 9, 1990. No party

requested a hearing and the case was submitted for adjudication on the basis of the record.

The Commission, having considered the evidence of record and being advised, finds that the proposed allocations of customers and changes in the certified territorial boundaries are necessary to avoid wasteful duplication of distribution facilities, to avoid unnecessary encumbering of the landscape, and to prevent the waste of materials and natural resources. Furthermore, the proposed allocations and changes will eliminate the possibility of future disputes regarding the provision of retail electric service to the areas involved.

IT IS THEREFORE ORDERED that:

- 1. The allocations of customers and changes in the territorial boundaries as more fully set forth in KU's application be and they hereby are approved.
- 2. Within 60 days from the date of this Order, KU shall file revised copies of the certified territorial boundary maps reflecting the changes approved herein and containing the signatures of the affected utilities.

Done at Frankfort, Kentucky, this 25th day of May, 1990.

PUBLIC SERVICE COMMISSION

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Vice Chairman

ATTEST:

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