COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| APPLICATION OF KENTUCKY UTILITIES |) | |
|-----------------------------------|---|------------|
| COMPANY FOR AUTHORIZATION OF |) | CASE NO. |
| CHANGES IN SERVICE TERRITORY WITH |) | 2008-00459 |
| WARREN COUNTY RECC | Ì | |

ORDER

On October 29, 2008, Kentucky Utilities Company ("KU") filed an application for approval of an agreement with Warren Rural Electric Cooperative Corporation ("Warren") to change the electric territorial boundary for the property of Ms. Sara Tilford in Grayson County, Kentucky.

The proposed boundary change is necessary to prevent undue financial hardship on Ms. Sara Tilford. She has requested service to her 53.27 acres which lies in Warren territory. Warren is recommending that KU serve Ms. Tilford. Both KU and Warren agree to the requested change. KU filed an agreement signed by KU and Warren describing the boundary changes. A map and the affected Big Clifty topographic quadrant map reflecting the boundary changes were filed and signed by KU and Warren. No existing customer will be reassigned to a different electric supplier as a result of the proposed territorial boundary changes.

Based on the application and being advised, the Commission finds that the proposed boundary changes will prevent wasteful duplication of facilities, avoid unnecessary encumbering of the landscape, minimize disputes between KU and Warren, and provide adequate and reasonable service to the affected area.

IT IS THEREFORE ORDERED that the boundary changes as agreed upon by KU and Warren for the Big Clifty topographic quadrant map are approved.

Done at Frankfort, Kentucky on this 13th day of January, 2009.

By the Commission

ATTEST:

Case No. 2008-00459

Gary K Dillard Warren RECC 951 Fairview Avenue P. O. Box 1118 Bowling Green, KY 42102-1118

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