COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

KENTUCKY POWER COMPANY REQUEST FOR)APPROVAL OF AN ELECTRIC SERVICE)AGREEMENT BETWEEN KENTUCKY POWER)COMPANY AND BIG SANDY RURAL ELECTRIC)COOPERATIVE CORPORATION)

<u>order</u>

On November 13, 2012, Kentucky Power Company ("Kentucky Power") filed an application for approval of an agreement with Big Sandy Rural Electric Cooperative Corporation ("Big Sandy") to change the electric territorial boundary for the Paul Hampton property near Wittenville, Kentucky.

Kentucky Power filed an agreement signed by Kentucky Power and Big Sandy describing the boundary changes. The agreement states that Kentucky Power and Big Sandy disagree whether the property to be served lies within the certified territory of Kentucky Power or the certified territory of Big Sandy. The GPS coordinates used by Kentucky Power indicate that the property lies within Big Sandy's certified territory and the GPS coordinates used by Big Sandy indicate that the property lies within Kentucky Power's certified territory. Big Sandy and Kentucky Power agree, however, that the property is within 30 feet of the boundary line between the two. The parties also agree that Kentucky Power can better serve the property because its facilities are 1,000 feet away while Big Sandy's facilities are approximately 2,000 feet away.

Because the parties cannot agree where the boundary line is, it is unclear if the proposed changes will realign the electric boundary with property lines, but it is clear that the agreement provides that the Hampton property be in Kentucky Power's certified territory. No other 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 extension of service will prevent wasteful duplication of facilities, avoid unnecessary encumbering of the landscape, minimize disputes between Kentucky Power and Big Sandy, and provide adequate and reasonable service to all affected areas.

IT IS THEREFORE ORDERED that:

1. Kentucky Power's extension of service to the Hampton property, as agreed upon by Kentucky Power and Big Sandy, is approved.

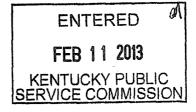
2. Within ten days of the date of this Order the parties shall file with the Commission in this case:

a. The GPS coordinates upon which they rely.

b. A map showing the location of the property and the service territory boundary.

ATTES Director Exec

By the Commission



Case No. 2012-00494

Mr. David Estepp President & General Manager Big Sandy R.E.C.C. 504 11th Street Paintsville, KY 41240-1422

Honorable Mark R Overstreet Attorney at Law Stites & Harbison 421 West Main Street P. O. Box 634 Frankfort, KENTUCKY 40602-0634