COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF SHELBY ENERGY COOPERATIVE, INC. FOR AUTHORIZATION OF CHANGES IN SERVICE TERRITORY WITH KENTUCKY UTILITIES COMPANY, SPECIFICALLY MEADOW GLEN SUBDIVISION

CASE NO. 2014-00223

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<u>order</u>

On July 18, 2014, Shelby Energy Cooperative, Inc. ("Shelby Energy") filed an application, pursuant to KRS 278.018(6), for approval of an agreement with Kentucky Utilities Company ("KU") to change the certified territorial boundary for the Meadow Glen Subdivision in Shelbyville, Shelby County, Kentucky. On August 21, 2014, KU submitted a letter indicating that it had worked with Shelby Energy to verify the facts of the instant application and stating that it supports the proffered agreement. An informal conference was conducted on November 14, 2014, in which Commission Staff met with representatives of Shelby Energy and KU to discuss differences between the existing certified territory boundary within the Meadow Glen Subdivision as shown on the map currently on file with the Commission and as shown in Exhibit 3 to the application, which consists of a map signed by Shelby Energy and KU that reflects the existing certified territory boundary within the Meadow Glen Subdivision as being the boundary shown on the map currently on file with the Commission.

KRS 278.018(6) allows a retail electric supplier to contract with another retail electric supplier, subject to Commission approval, for the purpose of allocating consumers between such retail electric suppliers and designating which territories and consumers are to be served by which of said retail electric suppliers.

The proposed territorial changes will realign Shelby Energy's and KU's abutting certified territory boundary. Shelby Energy states that no customers will be affected by the proposed changes, nor will the proposed changes require any new or amended franchises or permits.

Having reviewed the application and being otherwise sufficiently advised, the Commission finds that the proposed territorial boundary changes promote the purposes of KRS 278.016 by preventing wasteful duplication of facilities, avoiding unnecessarily encumbering the landscape, minimizing disputes between Shelby Energy and KU, and enabling the provision of adequate and reasonable service to all affected areas and consumers.

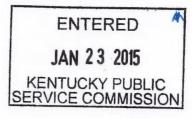
IT IS THEREFORE ORDERED that:

1. The boundary changes agreed upon by Shelby Energy and KU for the Meadow Glen Subdivision, Shelbyville, Shelby County, Kentucky, are approved.

2. A copy of the Revised Territory Revision Line Meadow Glen Area map, attached as an Appendix to this Order and reflecting the agreed-upon amended territorial boundary, shall be attached to the Commission's official territorial boundary map identified as Shelbyville Quadrangle USGS Topo Map.

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By the Commission



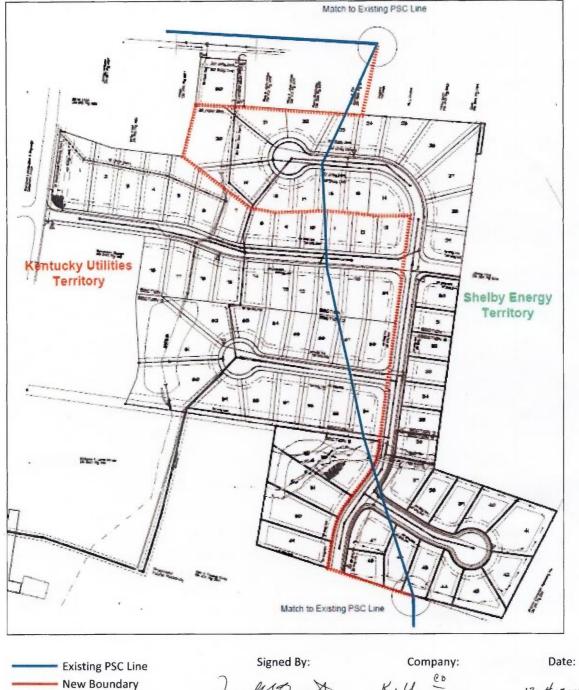
ATTEST Executive Director

Case No. 2014-00223

APPENDIX

AN APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00223 JAN 2 3 2015

Revised Territory Revision Line Meadow Glen Area PSC Case No. 2014-00223



K.U. 20 12.4.2014 Nick Morris Shelby Energy 12-10-14

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Honorable Donald T Prather Mathis, Riggs & Prather, P.S.C. Attorneys at Law 500 Main Street Suite 5 Shelbyville, KENTUCKY 40065