## COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LOUISVILLE GAS AND	)	
ELECTRIC COMPANY AND KENTUCKY	)	CASE NO.
UTILITIES COMPANY FOR AUTHORIZATION	)	2016-00358
OF CHANGES IN SERVICE TERRITORY	)	
WITH SHELBY ENERGY COOPERATIVE,	)	
INC.	)	

## ORDER

On October 3, 2016, Louisville Gas and Electric Company ('LG&E") and Kentucky Utilities Company ("KU") (jointly, "LG&E/KU") filed an application ("Application"), pursuant to KRS 278.018(6), for approval of an agreement with Shelby Energy Cooperative, Inc. ("Shelby Energy") to change the certified territorial boundary for two parcels of land located in Jefferson County and Shelby County, Kentucky, to reflect existing service provided by the respective utilities. The Application included maps depicting the proposed changes in service territory, which were signed by representatives of LG&E/KU and Shelby Energy, along with a signed agreement between LG&E/KU and Shelby Energy that set forth the proposed changes. On October 31, 2016, Shelby Energy filed a letter with the Commission stating that it did not have any objection to the service territory changes and agreements allocating the electric consumers as set forth in the Application.

The proposed territorial boundary changes will correct and realign LG&E/KU's and Shelby Energy's abutting certified territory boundary to reflect existing service, and will not require any change in service provider for existing customers. The first property

at issue is currently served by LG&E, but existing territorial boundary maps reflect that the property is located in Shelby Energy's certified territory. This property consists of lots 1–9 located within the Estates of Notting Hill Subdivision ("Notting Hill") located on Shelbyville Road, Simpsonville, Shelby County, Kentucky. LG&E currently provides electric service to all existing lots within Notting Hill; lots 1–9 represent future development of the subdivision. With the proposed service territory change, the territorial boundary maps will reflect that LG&E will provide electric service for the entire Notting Hill subdivision.

The second property at issue is currently served by Shelby Energy, but existing territorial boundary maps reflect that the property is located in LG&E's certified service territory. The property consists of lots 1–9 of Shelby Woods Subdivision located on Pounds Lane, as well as 981 Pounds Lane, and a portion of 973 Pounds Lane, all located in Louisville, Jefferson County, Kentucky. With the proposed territorial boundary change, the territorial boundary map will reflect that Shelby Energy will provide service to lots 1-9 of Shelby Woods Subdivision, 981 Pounds Lane, and 973 Pounds Lane.

In the Application, LG&E/KU requested a deviation from 807 KAR 5:001, Section 7(1), which requires that LG&E/KU file an original unbound and ten additional copies of the site map. Due to the bulk of the maps, LG&E/KU requests to file only two complete set of maps.

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.

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 LG&E/KU and Shelby Energy, and enabling the provision of adequate and reasonable service to all affected areas and consumers. The Commission further finds that LG&E/KU's request for deviation from the filing requirements of 807 KAR 5:001, Section 7(1), is reasonable and should be granted.

## IT IS THEREFORE ORDERED that:

- The boundary changes as agreed upon by LG&E/KU and Shelby Energy for lots 1–9 in the Estates of Notting Hill Subdivision on Shelbyville Road, Simpsonville, Shelby County, Kentucky, are approved.
- 2. The boundary changes as agreed upon by LG&E/KU and Shelby Energy for lots 1–9 of Shelby Woods Subdivision located on Pounds Lane, 981 Pounds Lane, and a portion of 973 Pounds Lane, all located in Louisville, Jefferson County, Kentucky, are approved.
- KU's request for deviation from the filing requirements of 807 KAR 5:001,
   Section 7(1), is granted.

By the Commission

ENTERED

NOV 22 2016

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

**Executive Director** 

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