



FEB 1 3 2018

PUBLIC SERVICE COMMISSION

Kentucky Utilities Company

State Regulation and Rates 220 West Main Street PO Box 32010 Louisville, Kentucky 40232 www.lge-ku.com

Rick E. Lovekamp Manager Regulatory Affairs/Tariffs T 502-627-3780 rick.lovekamp@lge-ku.com

Gwen R. Pinson, Executive Director Kentucky Public Service Commission 211 Sower Boulevard Frankfort, KY 40601

February 13, 2018

RE: APPLICATION OF KENTUCKY UTILITIES COMPANY FOR AUTHORIZATION OF CHANGES IN SERVICE TERRITORY WITH KENERGY CORPORATION Case No. 2018-00069

Dear Ms. Pinson:

Kentucky Utilities Company ("KU") is herewith filing the original and ten copies of an Application for authorization of a change in certified service territory, as agreed to between KU and Kenergy Corporation.

In the Application, KU requests permission to file only two complete set of maps due to their size.

Should you have any questions, please do not hesitate to contact me.

Sincerely,

Rick E. Lovekamp

Rich S. Lowbeard

COMMONWEALTH OF KENTUCKY

RECEIVED

BEFORE THE PUBLIC SERVICE COMMISSION

PUBLIC SERVICE COMMISSION

FEB 1 3 2018

In the Matter of:

| APPLICATION OF KENTUCKY UTILITIES |) | | |
|-----------------------------------|---|-----------------------|--|
| COMPANY FOR AUTHORIZATION OF |) | | |
| CHANGES IN SERVICE TERRITORY WITH |) | CASE NO. 2018 - 00069 | |
| KENERGY CORPORATION |) | | |

APPLICATION

Kentucky Utilities Company ("KU"), pursuant to KRS 278.018(6), 807 KAR 5:001 Section 14, and 807 KAR 5:001, Section 22, hereby applies for approval of changes in its certified service territory as agreed with Kenergy Corporation ("Kenergy").

- 1. The full name and mailing address of KU is: Kentucky Utilities Company, c/o Louisville Gas and Electric Company, Post Office Box 32010, 220 West Main Street, Louisville, Kentucky 40202. KU may be reached by electronic mail at the electronic mail addresses of its counsel set forth below.
- 2. KU was incorporated in Kentucky on August 17, 1912, and in Virginia on November 26, 1991 (and effective as of December 1, 1991), and is in good standing in both Kentucky and Virginia. Copies of KU's Certificate of Existence from the Kentucky Secretary of State was filed with the Commission in Case No. 2016-00370.3. KU is a public utility, as defined in KRS 278.010(3)(a), engaged in the electric business. KU generates and purchases electricity, and distributes and sells electricity at retail in the following counties in Central, Northern, Southeastern, and Western Kentucky:

Adair Edmonson Jessamine Ohio

Anderson Estill Knox Oldham

| Ballard | Fayette | Larue | Owen |
|------------|-----------|------------|------------|
| Barren | Fleming | Laurel | Pendleton |
| Bath | Franklin | Lee | Pulaski |
| Bell | Fulton | Lincoln | Robertson |
| Bourbon | Gallatin | Livingston | Rockcastle |
| Boyle | Garrard | Lyon | Rowan |
| Bracken | Grant | Madison | Russell |
| Bullitt | Grayson | Marion | Scott |
| Caldwell | Green | Mason | Shelby |
| Campbell | Hardin | McCracken | Spencer |
| Carlisle | Harlan | McCreary | Taylor |
| Carroll | Harrison | McLean | Trimble |
| Casey | Hart | Mercer | Union |
| Christian | Henderson | Montgomery | Washington |
| Clark | Henry | Muhlenberg | Webster |
| Clay | Hickman | Nelson | Whitley |
| Crittenden | Hopkins | Nicholas | Woodford |
| | | | |

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4. <u>Description of Changes in Service Territory</u>: As explained in the attached exhibits, KU and Kenergy have individually agreed to the requested territorial change. The territorial boundary change requested involves one property - E.T. Woosley Farms- that will be used by Hartshorne Mining, LLC ("Hartshorne") as a loadout and as a dock for their coal mining operation. The property where Hartshorne has requested service is located inside of the KU service territory.

Due to the location and configuration of the current utility facilities in the area, the logistics for

KU to serve this particular site are not favorable and therefore it would be in the best interest of

both utilities and the customer to change the current service area boundary. Specifically, KU has

an existing single phase primary line near the dock; but it would need to be upgraded to a three

phase primary line at a significant cost to the customer in order to provide the requested service.

Kenergy, on the other hand, has an existing three phase primary line on site which could meet the

customer's need for new service. The requested change will serve the purposes of KRS 278.016

by avoiding unnecessary encumbrance of the landscape and duplication of facilities, as well as

minimizing disputes between retail electric suppliers. The territorial maps and other attachments

provided constitute the entire agreement between KU and Kenergy.

Agreement and Maps: Application Exhibit 1 of this filing includes the summary 5.

list identifying KU and Kenergy personnel familiar with the specifics of the facilities available,

the reason for the change and purposes served under KRS 278.016, and copies of the territorial

(quadrant) map, detail map, and agreement signed by both parties for the properties involved.

WHEREFORE, KU hereby requests, pursuant to KRS 278.018, that the Commission

enter its order approving the service territory change and the agreement between KU and Kenergy.

Due to the size and scale of the maps, KU respectfully asks the Commission for permission to

deviate from the requirements of 807 KAR 5:001, Section 7 to file only two complete set of maps.

Dated: February 13, 2018

Respectfully submitted,

Senior Corporate Attorney

LG&E and KU Services Company 220 West Main Street Louisville, Kentucky 40202 502-627-4850 sara.judd@lge-ku.com

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Application was mailed to the following on the 13th day of February, 2018, U.S. mail, postage prepaid:

Mr. John Newland Vice President of Engineering 6402 Old Henderson Corydon Rd. Henderson KY 42420 270-831-4605

Sara-V. Judd

Senior Corporate Attorney

LG&E and KU Services Company

220 West Main Street

Louisville, Kentucky 40202

502-627-4850

APPLICATION EXHIBIT 1

- TERRITORIAL BOUNDARY CHANGES
 - MAPS & AGREEMENTS

TERRITORIAL CHANGE INFORMATION

(9/2017)

| Affected Property: Open lot at E.T. Woosley Farms | Affected | Property: | Open | lot | at | E.T. | Woosley | Farms | |
|---|----------|-----------|------|-----|----|------|---------|-------|--|
|---|----------|-----------|------|-----|----|------|---------|-------|--|

Foreign Utility: Kentucky Utilities Company and Kenergy Corp.

Quadrant Map: 19 - G - 4

Agreement Date: 12/15/2017 (date of last signature)

- 1. X 5 Utility signed copies of quadrant (Key) map showing revised territorial line with a note referencing the property/customer, and date of the territorial agreement. (2 paper copies required for filing)
- 2. X 5 Utility signed copies of site map (Plat) and/or territorial agreement showing original and revised territorial boundary. (2 paper copies needed for filing)

 The map must include coordinates accurate to within 3 meters for at least four points on the territorial line. It is preferable that these points include the beginning and ending points of the change. We also must provide the coordinate system used: This will be utilizing Global Positioning System (GPS) with the coordinates based upon WGS84.
- 3. X Copies of all written agreements (1 needed not original).
- 4. Name of employee who would serve as KU's witness if a hearing is required: Donnie Mills
- 5. Name and mailing address of the foreign utility, and the name and title of their official who is to receive the Commission stamped quadrant map:

Mr. John Newland
Vice President of Engineering - Kenergy Corporation
6402 Old Henderson Corydon Rd.
Henderson KY 42420
270-831-4605

6. The reason(s) for the boundary change (realignment with lot/property lines, closest utility (give details), it is the least cost of providing service to the customer(s), etc.):

- 7. How does this boundary change promote the purposes of KRS 278.016? (check all that apply)
 - Promotes the orderly development of retail electric service
 - X Avoids wasteful duplication of facilities
 - X Avoids unnecessary encumbering of the landscape Prevents waste of materials and natural resources
 - Is necessary for the public convenience and necessity
 - Minimizes disputes between retail electric suppliers which may result in inconvenience, diminished efficiency, and higher cost to the consumer
- 8. Will any retail customer change electric supplier as the result of this boundary change?
 - No (Check this if no retail customers were receiving service in affected territory prior to the boundary change.)
 - Yes (If yes, provide the information on Attachment 1 for each customer affected.





AGREEMENT

Kentucky Utilities Company (KU) and Kenergy Corporation (Kenergy) hereby agree to the proposed change in the service territory boundary located at 1500 State Route 138 West, Rumsey, Kentucky just north of Kentucky Highway 138 in McLean County (E.T. Woosley Farms, LLC property). The area is between the highway and the Green River and will be used by Hartshorne Mining, LLC. for their mining operation as a loadout and as a dock.

Due to the location and arrangement of the current utility facilities in the area, the logistics for KU to serve this particular location within KU certified territory is not as favorable for the customer as it is for Kenergy to serve.

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Pitle V. P. ENGR'G,

Date 12/15/17

Kentucky Utilities Company

By Lone Mila

Title Manager Operations

Date /2/15/17

APPLICATION CONTAINS LARGE OR OVERSIZED MAPS