COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY UTILITIES COMPANY FOR AUTHORIZATION OF CHANGES IN SERVICE TERRITORY WITH SHELBY ENERGY COOPERATIVE

CASE NO. 2015-00091

)

<u>ORDER</u>

On March 23, 2015, Kentucky Utilities Company ("KU") filed an application, pursuant to KRS 278.018(6), for approval of an agreement with Shelby Energy Cooperative ("Shelby Energy") to change the certified territorial boundary for one parcel of land in English, Carroll County, Kentucky. On April 28, 2015, KU filed a revised site map that replaced the original site map filed as Exhibit 1 to the Application. The revised site map clarified the boundary-agreement coordinates for property and included a list of points with latitude and longitude. The property at issue is located on the south side of Interstate 71 at its intersection with KY 389 in Carroll County and is described as the property of Franklin S. Kilibarda III, recorded in Deed Book 194, page 116, in the Carroll County Clerk's office. The revised site map was signed by KU on April 22, 2015, and Shelby Energy on April 16, 2015.

In the application, KU requested a deviation from 807 KAR 5:001, Section 7(1), which requires that KU file an original unbound and ten additional copies of the site map. Due to the bulk of the maps, 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.

The proposed territorial changes will realign KU's and Shelby Energy's abutting certified territory boundary. KU states that the proposed boundary change will allow KU to serve Atwood Lumber Company, a new electric-consuming facility to be located on Mr. Kilibarda's property. KU further states that KU's facilities are one mile away from the Kilibarda property, and thus are closer to the property than Shelby Energy's facilities, which are five miles away from the Kilibarda property.

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

IT IS THEREFORE ORDERED that:

1. The boundary changes agreed upon by KU and Shelby Energy for the Franklin S. Kilibarda III property, located in English, Carroll County, Kentucky, at the intersection of KY 389 and south of Interstate 71, are approved.

2. KU's request for deviation from the filing requirements of 807 KAR 5:001, Section 7(1), is approved.

By the Commission



ATTE Executive Director

Case No. 2015-00091

*Kentucky Utilities Company 220 W. Main Street P. O. Box 32010 Louisville, KY 40232-2010

*Rick E Lovekamp Manager - Regulatory Affairs LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202

*Honorable Allyson K Sturgeon Senior Corporate Attorney LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202