

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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|-------------------------------------|---|------------|
| ELECTRONIC APPLICATION OF KENTUCKY |) | |
| UTILITIES COMPANY FOR AUTHORIZATION |) | CASE NO. |
| OF CHANGES IN SERVICE TERRITORY |) | 2019-00058 |
| WITH CLARK ENERGY COOPERATIVE, INC. |) | |

ORDER

On February 27, 2019, Kentucky Utilities Company (KU) and Clark Energy Cooperative, Inc. (Clark Energy), filed an application, pursuant to KRS 278.018(6), 807 KAR 5:001, Section 14, and 807 KAR 5:001, Section 22, for approval of changes in their certified service territories. The proposed change involves three properties in far eastern Fayette County, Kentucky located at 4232 Hedger Lane, 4246 Hedger Lane, and a new water pump station for the Lexington-Fayette Urban County Government (LFUCG), which does not yet have a physical address.

The parties submitted an agreement with the application signed by the Group Leader of Engineering for KU and the Manager of Distribution Operations for KU on December 5, 2018, and the Manager of Engineering for Clark Energy, and the President and CEO of Clark Energy on January 30, 2019. The agreement indicates that 4232 Hedger Lane and 4246 Hedger Lane will become part of the KU service territory and the property where the new water pump station is located will become part of the Clark Energy's service territory. The application states that KU has been inadvertently serving both 4232 Hedger Lane and 4246 Hedger Lane for 16 years due to a mapping error made when the customers initially requested service. Also, Clark Energy has a three-phase

primary line that will be able to meet LFUCG's need for new service to the water pumping station.

Based on the evidence of record and being otherwise sufficiently advised, the Commission finds that allowing the boundary changes will avoid unnecessary encumbrance of the landscape and prevent duplication of services.

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 Clark Energy's and KU's adjacent certified territorial boundaries. No existing customers will be affected by the proposed changes, nor will the proposed changes require any new or amended franchises or permits.

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 Clark 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 KU and Clark Energy for 4232 Hedger Lane, 4246 Hedger Lane, and the location of LFUCG's new water pump station as shown on the revised territorial boundary map identified as the United States Geographical Topological 1:24,000 Map Series for the Clintonville, KY Quadrangle are

approved.

2. The revised Territorial Map for the Clintonville, KY Quadrangle, a copy of which was filed with the Application, reflects the agreed-upon boundary changes by KU and Clark Energy and shall be maintained by the Commission as the official territorial boundary for the Clintonville, KY Quadrangle.

3. This case is closed and removed from the Commission's docket.

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By the Commission

ENTERED
JUN 04 2019
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


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