

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION FOR APPROVAL FOR CERTIFIED)
TERRITORY LINE RELOCATION BETWEEN) CASE NO.
LICKING VALLEY RURAL ELECTRIC COOPERATIVE) 97-520
AND JACKSON ENERGY COOPERATIVE)

O R D E R

Pursuant to KRS 278.018(6), on December 22, 1997, Licking Valley Rural Electric Cooperative Corporation ("Licking Valley") and Jackson Energy Cooperative ("Jackson Energy") filed their application for a change in certified territories.

The change involves the Cliffview Resort area, which is on the Zachariah, Kentucky quadrangle map and is currently in Jackson Energy's certified service territory. However, it has been mutually agreed by both companies that Licking Valley serve this area. Licking Valley already has service nearby, while in order for Jackson Energy to serve the area, it would have had to build approximately one mile of electric line over very rough terrain and no accessible roads. This change will not result in any existing customers being required to change electric utility companies.


Based on the application and being advised, the Commission finds that the proposed boundary change will prevent wasteful duplication of facilities, avoid unnecessary encumbering of the landscape, minimize disputes between retail electric suppliers, and provide adequate and reasonable service to the affected area.

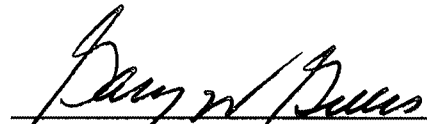
IT IS THEREFORE ORDERED that the proposed boundary change be approved.

Done at Frankfort, Kentucky, this 2nd day of June, 1998.

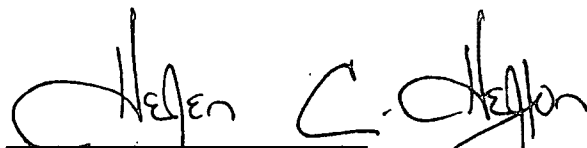
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director