

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY UTILITIES)
COMPANY FOR AUTHORIZATION OF CHANGES) CASE NO.
IN SERVICE TERRITORY WITH OWEN COUNTY) 2004-00490
ELECTRIC COOPERATIVE)

O R D E R

On December 1, 2004, Kentucky Utilities Company (“KU”) filed an application for approval of an agreement with Owen County Electric Cooperative (“Owen Electric”) to change the electric territorial boundary for the Spenlau Property (“Campground”) in Sanders, Kentucky.

KRS 278.018(6) allows a retail electric supplier to contract with another retail electric supplier for the purpose of allocating consumers between such retail electric suppliers.

The proposed changes will realign the electric boundary with property lines. KU filed an agreement signed by KU and Owen Electric describing the boundary changes. A detail map reflecting the boundary changes was filed and signed by KU and Owen Electric. The owner of the Campground, the only property affected by the change, and Owen Electric requested KU to provide electric service to the Campground, because the neighboring property owner refused to grant an easement to Owen Electric. KU and Owen Electric agreed that the Campground’s electricity needs would be served more quickly and effectively by KU. KU began serving the property in June 2000. KU

acknowledges the delay in filing this application and states that it has taken steps that will ensure more timely filings of such applications in the future.

Based on the application and being advised, the Commission finds that the proposed boundary changes will prevent wasteful duplication of facilities, avoid unnecessary encumbering of the landscape, minimize disputes between KU and Owen Electric, and provide adequate and reasonable service to all affected areas.

IT IS THEREFORE ORDERED that the boundary changes as agreed upon by KU and Owen Electric for the Spenlau Property in Sanders, Kentucky are approved.

Done at Frankfort, Kentucky, this 14th day of April, 2005.

By the Commission

ATTEST:



Executive Director