COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SHELBY ENERGY)		
COOPERATIVE, INC. FOR AUTHORIZATION OF)		
CHANGES IN SERVICE TERRITORY WITH KENTUCKY)	NO.	2014-00223
UTILITIES COMPANY, SPECIFICALLY)		
MEADOW GLEN SUBDIVISION)		

APPLICATION

This Application of Shelby Energy Cooperative, Inc. (the "Applicant") respectfully shows:

- 1. The Applicant is a non-profit rural electric cooperative corporation incorporated in Kentucky on June 14, 1937 under Chapter 279.010 et seq. of the Kentucky Revised Statutes. It is currently in good standing in Kentucky.
- 2. The mailing address of the Applicant is:

Shelby Energy Cooperative, Inc. 620 Old Finchville Road Shelbyville, Kentucky 40065

The electronic mail address of the Applicant is:

psc@shelbyenergy.com

- 3. The Applicant, seeks approval of changes in the certified service territories of it and Kentucky Utilities Company ("KU") pursuant to KRS 278.018(6) and 807 KAR 5:001 § 14.
- 4. The Applicant and KU have individually agreed to the requested territorial change as shown in the Agreement to Amend Certified Service Territory Boundary, a copy of which is attached hereto as Exhibit 1.
- 5. KU and Shelby Energy currently share various certified service territory boundary lines approved by the PSC.
- 6. A portion of Meadow Glen in Shelbyville, Kentucky currently lies in each utility's certified service territory.
- 7. The current certified service territory boundary shown on Exhibit 2 is incorrect since it shows lots being served by Applicant in KU's service territory and lots being served by KU in Applicant's territory.

- 8. The Applicant and KU agree that Lots 1-13, Lots 69-78, Lots 54-68 and Lots 49-52 which are already being served by KU will be moved into KU's certified service territory, and the Applicant and KU agree that Lots 14-31, Lots 32-35, and Lots 36-48 which are already being served by the Applicant will be moved into the Applicant's certified service territory.
- 9 " The certified service territory boundary as amended shall prevent any duplication of power line facilities, equipment and appurtenances. See Exhibit 3 attached hereto.
- 10. This agreement does not affect any other certified service territories of the respective utilities.
- 11. This agreement will not change the electric service provider for any existing customer of the Applicant or KU, nor will it require any new or amended franchises or permits.

MATHIS, RIGGS, PRATHER & RATLIFF, P.S.C.

Donald T. Prather Counsel for Applicant 500 Main Street, Suite 5 Shelbyville, Kentucky 40065 Phone: (502) 633-5220

CERTIFICATE OF SERVICE

It is hereby certified that a true and accurate copy of the foregoing was this indicate day of July, 2014 mailed to the following:

Frank R. Bryant Manager, Distribution Operations Kentucky Utilities Company 1100 Main Street Shelbyville, Kentucky 40065

Donald T. Prather

AGREEMENT TO AMEND CERTIFIED SERVICE TERRITORY BOUNDARY

WHEREAS, Kentucky Utilities Company ("KU") and Shelby Energy Cooperative, Inc. ("Shelby Energy") both provide electrical service to Meadow Glen Subdivision Sections I, II, and III ("Meadow Glen") in Shelbyville, Kentucky and agreed in February 2010 to exchange certain lots within that subdivision, but the certified service territory boundary was never filed with the Public Service Commission ("PSC"); and

WHEREAS, all lots in Meadow Glen are developed and already receiving electric service and the existing territorial boundaries need to be adjusted in order to prevent duplication of power line facilities, equipment, and appurtenances in order to provide more economical electric service to these customers;

NOW THEREFORE, in consideration of amending the existing certified territory boundary line previously approved by the PSC, the parties hereby agree as follows:

- 1. KU and Shelby Energy currently share certified service territory boundary lines approved by the PSC.
- 2. A portion of Meadow Glen in Shelbyville, Kentucky currently lies in each utility's certified service territory.
- 3. The parties agree that Lots 1-13, Lots 69-78, Lots 54-68, and Lots 49-52 which are already being served by KU will be moved into KU's certified service territory, and the parties agree that Lots 14-31, Lots 32-35, and Lots 36-48 which are already being served by Shelby Energy will be moved into Shelby Energy's certified service territory.
- 4. The amended certified service territory boundary lines that have been agreed to by the parties are illustrated by the accompanying maps.
- 5. The certified service territory boundary as amended shall prevent any duplication of power line facilities, equipment and appurtenances.
- 6. This agreement does not affect any other certified service territories of the respective utilities.
- 7. This agreement shall go into full force and effect upon Order of the PSC approving this agreement.

SHELBY ENERGY COOPERATIVE, INC.

Debra J. Martin

President & CEO

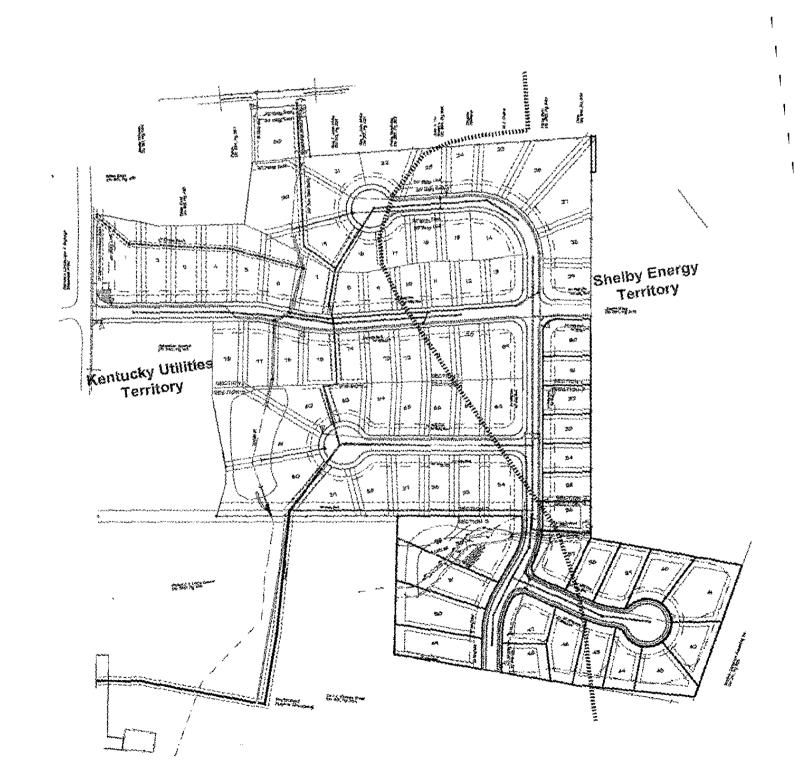
KENTUCKY UTILITIES COMPANY

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By:

Frank R. Bryant Manager, Distribution Operations Kentucky Utilities Company

OLD TERRITORY DIVISION LINE



NEW TERRITORY DIVISION LINE

