#### **COMMONWEALTH OF KENTUCKY**

### **BEFORE THE PUBLIC SERVICE COMMISSION**

#### In the Matter of:

# ELECTRONIC APPLICATION OF LOUISVILLE)GAS AND ELECTRIC COMPANY FOR)AUTHORIZATION OF CHANGES IN SERVICE)CASE NO. 2022-00128TERRITORY WITH SHELBY ENERGY)COOPERATIVE, INC.)

### **APPLICATION**

Louisville Gas and Electric Company ("LG&E"), pursuant to KRS 278.018(6), 807 KAR 5:001 Section 14, and 807 KAR 5:001, Section 22, hereby applies for approval of changes in its certified service territory as agreed to with Shelby Energy Cooperative, Inc. ("Shelby Energy").

LG&E's mailing address is Louisville Gas and Electric Company, Post Office Box
32010, 220 West Main Street, Louisville, Kentucky 40202. LG&E may be reached by electronic
mail at the electronic mail addresses of its counsel set forth below.

2. LG&E was incorporated in Kentucky on July 2, 1913, and is in good standing in the Commonwealth of Kentucky.

3. LG&E is a public utility, as defined in KRS 278.010(3)(a), engaged in the electric and gas business. LG&E generates and purchases electricity, and distributes and sells electricity at retail in Jefferson County and portions of Bullitt, Hardin, Henry, Meade, Oldham, Shelby, Spencer, and Trimble Counties. LG&E also purchases, stores and transports natural gas, and distributes and sells natural gas at retail, in Jefferson County and portions of Barren, Bullitt, Green, Hardin, Hart, Henry, Larue, Marion, Meade, Metcalfe, Nelson, Oldham, Shelby, Spencer, Trimble, and Washington Counties. 4. Pursuant to 807 KAR 5:001 Section 8, on April 25, 2022, LG&E filed with the Commission notice of its election of the use of electronic filing procedures in this proceeding. Copies of all orders, pleadings and other communications related to this proceeding should be directed to:

Rick E. Lovekamp Manager – Regulatory Strategy/Policy LG&E and KU Services Company 220 West Main Street Louisville, Kentucky 40202 <u>rick.lovekamp@lge-ku.com</u>

Sara V. Judd Senior Counsel LG&E and KU Services Company 220 West Main Street Louisville, Kentucky 40202 <u>sara.judd@lge-ku.com</u>

#### 5. <u>Description of Changes in Service Territory</u>:

As explained in this application and in the attached exhibits, LG&E and Shelby Energy have individually agreed to the requested territorial change for 10 parcels of land described below. The proposed territorial boundary change serves the purposes of KRS 278.016. The change avoids the wasteful duplication of facilities, the unnecessary encumbrance of the landscape, and minimizes disputes between retail electric providers. No existing customer will change electric provider.

Upon information and belief, the land depicted in the Site Map submitted as Exhibit 3 with this application began to be developed into residential homes in the early 1980s, and the development started in the northernmost part of the area within LG&E's designated service territory. At that time, LG&E constructed distribution facilities capable of serving the development. Over the years, the development progressed slowly with LG&E serving each parcel as it was developed. Recently, the owner of 119 L'Esprit Farm Road (upon which LG&E currently serves a barn) made a request for new service for a home to be built on an adjoining parcel. In reviewing the request, LG&E realized that the property in question was located in Shelby Energy's certified territory, and also discovered that several of the nearby properties that LG&E was already serving were also located within Shelby Energy's certified territory or in a "split territory" where a parcel crossed over both LG&E's and Shelby Energy's territories.

Given the passage of time, LG&E is not certain exactly how or why LG&E began serving the parcels located within Shelby Energy's territory, although it is clear that both utilities were aware that LG&E was serving the properties in question. LG&E contacted Shelby Energy when it received the request for new service on the parcel adjoining 119 L'Esprit Farm Road to discuss the territorial issue. Given that LG&E has existing facilities within the development to serve the new home and that LG&E was already serving the development, Shelby Energy concluded that LG&E should provide the new requested service. Shelby Energy also posed no objection to LG&E continuing to serve the other properties and has agreed to submit to this territorial change request to the Commission.

LG&E is currently serving three properties that are wholly located within Shelby Energy's territory: 64 L'Esprit Farm Circle Road, 119 L'Esprit Farm Circle Road and 258 L'Esprit Farm Circle Road. LG&E also proposes to serve Parcel D, which is the adjoining property where the owner of 119 now desires to build a residence, and 259 L'Esprit Farm Circle Road (should the owner of that parcel build on it in the future) – both of which are currently located wholly within Shelby Energy's certified territory. LG&E also currently serves five "split" parcels located within both its and Shelby Energy's territory: 298 L'Esprit Farm Road, 315 L'Esprit Farm Road, 457 L'Esprit Farm Road, 1505 L'Esprit Parkway and 1405 L'Esprit Parkway. Thus, this territorial

change request covers all properties identified in this paragraph in an effort to redraw the territorial boundaries to reflect the current status of the service provided and to allow LG&E to serve the two undeveloped properties in question. As noted above, LG&E has provided electric service to this immediate area for approximately 40 years and has existing distribution facilities capable of providing the new service requested.

The territorial maps and other attachments provided constitute the entire agreement between LG&E and Shelby Energy.

#### 6. <u>Agreement and Maps</u>:

Application Exhibit 1 of this filing includes the summary list identifying LG&E and Shelby Energy personnel familiar with the specifics of the facilities available, the reason for the change (purposes served under KRS 278.016) and agreement signed by both parties for the properties involved. Application Exhibit 2 includes the signed territorial (quadrant) map. Application Exhibit 3 includes the signed detailed site map and includes the locations of LG&E and Shelby Energy distribution facilities.

**WHEREFORE,** LG&E hereby requests, pursuant to KRS 278.018, that the Commission enter an order approving the updates to the Quadrant Map to reflect the current requested service territory changes and the agreement between LG&E and Shelby Energy. Dated: May 5, 2022

Respectfully submitted,

San V. Jdv

Sara V. Judd Senior Counsel LG&E and KU Services Company 220 West Main Street Louisville, Kentucky 40202 502-627-4850 sara.judd@lge-ku.com

### **CERTIFICATE OF COMPLIANCE**

In accordance with the Commission's Order of July 22, 2021 in Case No. 2020-00085 (Electronic Emergency Docket Related to the Novel Coronavirus COVID-19), this is to certify that the electronic filing has been transmitted to the Commission on May 5, 2022; and that there are currently no parties in this proceeding that the Commission has excused from participation by electronic means.

San V. Jaw

Counsel for Louisville Gas and Electric Company

### APPLICATION EXHIBIT 1

## Summary Checklist and Agreement

#### TERRITORIAL CHANGE INFORMATION

(7/2019)

Affected Property: Residential subdivision in L'Esprit, KY

Foreign Utility: <u>Shelby Energy Cooperative</u>

Quadrant Map: 27-D-2

Agreement Date: 04-28-2022 (date of last signature)

- 1. ✓ Utilities signed copy of quadrant (Key) map showing revised territorial line with a note referencing the property/customer, and date of the territorial agreement.
- 2. ✓ Utilities signed copy of site map (Plat) and/or territorial agreement showing original and revised territorial boundary.

The map must include coordinates accurate to within 3 meters for at least **four** points on the territorial line. It is preferable that these points include the beginning and ending points of the change. We also must provide the coordinate system used: This will be utilizing Global Positioning System (GPS) with the coordinates based upon NAD 1983 KY State Plane North.

- 3. \_\_\_\_ Copies of all written agreements (1 needed not original).
- 4. Name of employee who would serve as KU's witness if a hearing is required: Jamie Archer, Director, Distribution Operations
- 5. Name and mailing address of the foreign utility, and the name and title their official who is to receive the Commission stamped quadrant map:

Mr. Randy Stevens, Senior Vice President Power Delivery Services 620 Old Finchville Road Shelbyville, KY 40065

- 6. The reason(s) for the boundary change (realignment with lot/property lines, closest utility (give details), it is the least cost of providing service to the customer(s), etc.): Promotes orderly development and realignment with property lines
- 7. How does this boundary change promote the purposes of KRS 278.016? (check all that apply)
  - Promotes the orderly development of retail electric service
  - X Avoids wasteful duplication of facilities
  - <u>X</u> Avoids unnecessary encumbering of the landscape
  - Prevents waste of materials and natural resources
    - Is necessary for the public convenience and necessity
  - X Minimizes disputes between retail electric suppliers which may result in inconvenience, diminished efficiency, and higher cost to the consumer
- 8. Will any retail customer change electric supplier as the result of this boundary change?
  - X No (Check this if no retail customers were receiving service in affected territory prior to the boundary change.)
  - \_\_\_\_Yes (If yes, provide the information on Attachment 1 for each customer affected.





### **BOUNDARY CHANGE AGREEMENT**

Louisville Gas and Electric Company ("LG&E") and Shelby Energy Cooperative ("Shelby") hereby agree to a territorial boundary change. This change clarifies LG&E's ability to tap into its existing electrical system to provide electric service to the split lots and to complete the remaining residential development. LG&E has existing electric facilities in the immediate area, which avoids the wasteful duplication of facilities and unnecessary encumbering of the landscape.

LG&E is to provide electric service to the split parcels: 1405 and 1505 L'Esprit Parkway; 298, 315 and 457 L'Esprit Farm Road; and to the parcels: 64, 119, Parcel D, 258 and 259 L'Esprit Farm Circle Road.

By:

Randy Stevens' Senior VP, Power Delivery Services Shelby Energy Cooperative Date: 4 - 28 - 2022

By: Dunie U

Jamle Afcher Director, Distribution Operations Louisville Gas and Electric Company Date: 4-26-202こ

### APPLICATION EXHIBIT 2

### 27-D-2 Quadrant Map

### The attachment is being provided in a separate file

### APPLICATION EXHIBIT 3

L'Esprit Site Map The attachment is being provided in a separate file