

**BEFORE THE
KENTUCKY PUBLIC SERVICE COMMISSION**

In the Matter of:

ELECTRONIC APPLICATION OF BLUE GRASS)	
ENERGY COOPERATIVE CORPORATION FOR)	
AUTHORIZATION OF CHANGES IN)	CASE NO.
CERTIFIED SERVICE TERRITORY)	2024-00356
WITH SALT RIVER ELECTRIC)	
COOPERATIVE CORPORATION)	

APPLICATION

The Applicant, Blue Grass Energy Cooperative Corporation (“Blue Grass Energy”), respectfully states as follows:

1. The full name and mailing address of Blue Grass Energy is: Blue Grass Energy Cooperative Corporation, 1201 Lexington Road, Nicholasville, Kentucky, 40356. Blue Grass Energy may be contacted by electronic mail at the electronic mail addresses of its counsel set forth below.

2. Blue Grass Energy is a rural electric cooperative corporation engaged as a utility in the electric business. Blue Grass Energy distributes and sells electricity at retail in the following counties in Central Kentucky: Anderson, Bourbon, Bracken, Fayette, Franklin, Grant, Harrison, Henry, Jackson, Jessamine, Madison, Mercer, Nicholas, Pendleton, Robertson, Scott, Shelby, Spencer, Washington and Woodford.

3. Blue Grass Energy is the successor by consolidation pursuant to KRS 279.170, effective January 1, 2002, of Blue Grass Rural Electric Cooperative Corporation (incorporated in Kentucky on August 3, 1937) and Harrison County Rural Electric Cooperative Corporation (incorporated in Kentucky on March 26, 1938) and is in good

corporate standing in the Commonwealth of Kentucky.

4. Pursuant to 807 KAR 5:001 Section 8, on November 6, 2024, Blue Grass Energy filed with the Commission notice of its intent to use electronic filing procedures in this proceeding. Copies of all orders, pleadings, and other communications related to this proceeding should be directed to:

David T. Royse
General Counsel, Blue Grass Energy Cooperative Corporation
176 Pasadena Drive, Building 1, Lexington, KY 40503
david@rrrfirm.com
(859)276-6262

5. As explained in this application and in the attached exhibits, Blue Grass Energy and Salt River Electric Cooperative Corporation (“Salt River Electric”) have agreed to a proposed territorial boundary change subject to approval of the Commission. 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 electric providers.

6. At present, Salt River Electric’s certified service territory includes small portions of land on the eastern side of Taylorsville Lake in Spencer and Nelson counties totaling approximately 1.38 square miles. Salt River Electric recently received a request for new service in the subject area and it was determined that Salt River Electric would be required to undertake substantial expense and effort to extend its facilities around Taylorsville Lake to serve the new customer. Blue Grass Energy already has existing facilities immediately adjacent to the area and can extend its service with substantially less expense and effort than Salt River Electric. Salt River Electric and Blue Grass Energy have collectively reviewed the territorial boundaries and are in agreement that a change to the territorial boundaries would avoid wasteful duplication

of facilities and unnecessary encumbering of the landscape, would minimize disputes between retail electric providers, and would be in the best interest of the existing and future members of Salt River Electric, Blue Grass Energy and the public. Blue Grass Energy and Salt River Electric have entered into an agreement to this effect, subject to approval by the Kentucky Public Service Commission.

7. The proposed change in territory allows Blue Grass Energy to provide electric service to the area immediately adjacent to its existing service territory that is on the eastern side of Taylorsville Lake in Spencer and Nelson counties and is currently included in Salt River Electric territory, as more particularly depicted on the maps and diagrams submitted with this Application. In order for Salt River Electric to serve the subject areas, it would be required to undertake a wasteful, duplicative and unnecessary extension of its electrical service around Taylorsville Lake to serve a relatively small area on the opposite side of the lake where Blue Grass already has existing facilities that can be readily extended to serve the subject area. No existing customers will change providers as a result of this change in certified service territories. The proposed change in service territory will eliminate the need for further territorial adjustments in this area if new service requests are received.

8. Application Exhibit 1 to this filing includes the summary information identifying Blue Grass Energy and Salt River Electric personnel familiar with the specifics of the facilities available, the reasons for the proposed change (purposes served under KRS 278.016), and the agreement signed by both parties for the properties involved.

9. Application Exhibit 2 includes the signed territorial (quadrant) maps.

10. Application Exhibit 3 includes the signed detailed site map and includes the locations of Blue Grass Energy and Salt River Electric distribution facilities.

WHEREFORE, Blue Grass Energy respectfully 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 Blue Grass Energy and Salt River Electric.

Dated this 13th day of November, 2024.

Respectfully submitted,



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