BLUE GRASS ENERGY TERRITORIAL CHANGE INFORMATION

Affected Property: Approximately 1.38 sq. miles of property on eastern side of Taylorsville Lake in Spencer and Nelson Counties adjacent to Blue Grass Energy territory.

Other Utility: Salt River Electric Cooperative Corporation

Quadrant Map(s): Taylorsville (27-E-4) and Chaplin (28-F-1)

Agreement Date: November 7, 2024

- 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. \checkmark 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. \checkmark Copies of all written agreements (1 needed not original).
- 4. Name of employee who would serve as Blue Grass Energy's witness if a hearing is necessary: Chris Brewer, V.P., Engineering
- 5. Name and mailing address of the other utility, and the name and title of their official who is to receive the Commission stamped quadrant map:

Salt River Electric Cooperative Corporation
Mr. Chase Mills
Chief Operations Officer
111 West Brashear Avenue
Bardstown, KY 40004

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.):

Avoids unnecessary, duplicative and wasteful expenditure of funds for Salt River Electric to extend its service to east side of Taylorsville Lake where Blue Grass already has existing facilities nearby.

- 7. How does this boundary change promote the purposes of KRS 278.016? (check all that apply)
 - X Promotes the orderly development of retail electric service
 - X Avoids wasteful duplication of facilities
 - Avoids unnecessary encumbering of the landscape

 Prevents waste of materials and natural resources

 Is necessary for the public convenience and necessity
 - 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?
 - \underline{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.

AGREEMENT

Blue Grass Energy Cooperative Corporation ("Blue Grass Energy") and Salt River Electric Cooperative Corporation ("Salt River Electric") hereby agree to a territorial boundary change of their respective certified service territories. The change 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 diagram attached hereto as "Exhibit A" and incorporated herein by reference. Blue Grass Energy has existing facilities in the immediate area and is able to extend electrical service, which avoids wasteful duplication of facilities, unnecessary encumbering of the landscape and minimizes disputes between retail electric providers. In order for Salt River Electric to serve the subject areas, it would be required to undertake wasteful 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. No customers will change providers as a result of this change in certified service territories.

This Agreement is subject to approval of an Application for Changes to Authorized Service Territory by the Kentucky Public Service Commission and if such application is not approved, this Agreement shall be null and void and of no further effect. The parties agree that Blue Grass Energy shall submit the application for approval and related materials to the Kentucky Public Service Commission.

Acknowledged and agreed this 7 day of Movember, 2024 by:

BLUE GRASS ENERGY COOPERATIVE CORPORATION SALT RIVER ELECTRIC COOPERATIVE CORPORATION

BY:

Chris Brewer

BY:

Chago Milla

ITS:

Vice President, Engineering

ITS:

Chief Operations Officer