

PENNSYLVANIA PUBLIC UTILITY COMMISSION
Uniform Cover and Calendar Sheet

1. REPORT DATE: January 11, 2007	2. BUREAU AGENDA NO. JAN-2007-FUS-1005*
3. BUREAU: Fixed Utility Services	
4. SECTION(S): Energy	5. PUBLIC MEETING DATE: January 26, 2007
6. APPROVED BY: Director: Rosenthal 3-5242 <i>RR</i> Mgr/Spvr: Diskin 4-5558 <i>PD</i> Legal Review: <i>[Signature]</i>	
7. PERSONS IN CHARGE: <i>JKM</i> Matchik 3-6163	9. EFFECTIVE DATE OF FILING: N/A
8. DOCKET NO.: A-110500F0386	

10. (a) CAPTION (abbreviate if more than 4 lines)
(b) Short summary of history & facts, documents & briefs
(c) Recommendation

- (a) Application of PPL Electric Utilities Corp. for approval of a transfer of assets by sale of certain facilities.
- (b) On November 30, 2006, PPL Electric Utilities Corp. filed an Application for approval of a transfer of assets by sale of certain facilities located in the Borough of Duncannon, Perry County, Pennsylvania, to the Susquenita School District.
- (c) The Bureau of Fixed Utility Services recommends that the Commission adopt the proposed Order.

**DOCUMENT
FOLDER**

DOCKETED
FEB 01 2007

11. MOTION BY: Commissioner Chm. Holland

SECONDED: Commissioner Cawley

Commissioner Pizzingrilli - Yes
Commissioner Fitzpatrick - Yes
Commissioner

CONTENT OF MOTION: Staff recommendation adopted.



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

January 29, 2007

A-110500 F0386

PAUL E RUSSELL
ASSOCIATE GENERAL COUNSEL
PPL
TWO NORTH NINTH STREET
ALLENTOWN PA 18101

DOCUMENT
FOLDER

Application for Approval of Transfer of Assets by Sale
of Facilities by PPL Electric Utilities Corporation in the Borough
of Duncannon, Perry County, Commonwealth of Pennsylvania.

To Whom It May Concern:

This is to advise you that the Commission in Public Meeting on January 26, 2007 adopted an Order in the above entitled proceeding.

An Order has been enclosed for your records.

Very truly yours,

James J. McNulty
Secretary

encls
cert. mail
MH

RJP

**PENNSYLVANIA
PUBLIC UTILITY COMMISSION
Harrisburg, PA 17105-3265**

Public Meeting held January 26, 2007

Commissioners Present:

Wendell F. Holland, Chairman
James H. Cawley, Vice Chairman
Kim Pizzingrilli
Terrance J. Fitzpatrick

Application for Approval of Transfer of
Assets by Sale of Facilities by PPL
Electric Utilities Corp. in the Borough of
Duncannon, Perry County, PA.

Docket Number:
A-110500F0386

ORDER

BY THE COMMISSION:

On November 30, 2006, PPL Electric Utilities Corp. ("PPL Electric") filed an Application, pursuant to the provisions of the Public Utility Code, 66 Pa. C.S. §1102(a) (3), for approval of a transfer of assets by sale of certain facilities located in the Borough of Duncannon, Perry County, Pennsylvania, to the Susquenita School District.

Based in Allentown, PA, PPL Electric delivers electricity (and natural gas) to more than 1.3 million customers in Pennsylvania; markets wholesale or retail energy in 43 U.S. states and Canada; provides energy services for businesses in the Mid-Atlantic and Northeastern U.S.; and generates electricity at power plants in Pennsylvania, Maine, and Montana. PPL Electric supplies light, heat, and power to the public by means of

electricity in all or portions of twenty-nine counties in eastern-central Pennsylvania. Certain electric facilities are involved in this transaction.

Susquenita School District (“Susquenita” or “Purchaser”) is a Pennsylvania school district located in Perry County, 1725 Schoolhouse Road, Pennsylvania 18101, and is not affiliated with PPL Electric. Susquenita desires to purchase all of PPL Electric’s rights, title, and interest in certain electric facilities located in the Borough of Duncannon as listed in Exhibit A of the Agreement that is provided as an attachment to their Application. Also included in the Application, Exhibit B is a plan showing the location of the electric facilities to be conveyed. The purchase of these facilities will result in a reduction in Susquenita’s annual electric bill payments to PPL Electric.

PPL Electric did not consider any alternatives to the proposed sale because they conclude it is the most efficient and in the public interest for the customer to receive service under the most advantageous applicable tariff provisions. The transfer of this property will have no impact on the service to PPL Electric’s customers. PPL Electric and its customers will be benefited by no longer maintaining the transferred facilities.

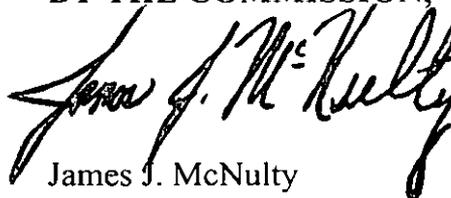
The consideration for the sale is a one time one hundred and eight thousand and five hundred sixty-three dollar (\$108,563) payment, which was negotiated at arms-length, which represents the present day depreciated cost of the facilities.

Upon consideration of these factors, we conclude that the record provides substantial evidence of affirmative public benefit sufficient to warrant approval of the proposed transaction under *City of York v. Pennsylvania Public Utility Commission*, 449 Pa. 136, 295 A.2d 825 (1972); **THEREFORE,**

IT IS ORDERED:

1. That the Application of PPL Electric Utilities Corp. filed on November 30, 2006, be, and hereby is, approved.
2. That a Certificate of Public Convenience be issued pursuant to 66 Pa. C.S. §1102(a) (3) authorizing PPL Electric Utilities Corp. approval to transfer its assets by sale of real estate property located in the Borough of Duncannon, Perry County, Pennsylvania to Susquenita School District, 1725 Schoolhouse Road, Duncannon, PA 18101, a non-affiliated party as specified in the Application.
3. That this Docket No. A-110500F0386 be marked closed by the Secretary of the Commission.

BY THE COMMISSION,



James J. McNulty
Secretary

(SEAL)

ORDER ADOPTED: January 26, 2007

ORDER ENTERED: **JAN 29 2007**

2. Article Number



7160 3901 9843 1965 5643

3. Service Type **CERTIFIED MAIL**

4. Restricted Delivery? (*Extra Fee*) Yes

1. Article Addressed to:

A-110500 F0386

ITD
OR

Paul Russell

COMPLETE THIS SECTION ON DELIVERY

A. Recd. (Please Print Clearly)

B. Date of Delivery

C. Signature

X M. Cozello

Agent
 Addressee

D. Is delivery address different from item 1?
If YES, enter delivery address below:

Yes
 No