COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF COLUMBIA GAS OF KENTUCKY, INC. FOR ISSUANCE OF A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO BID ON A GAS DISTRIBUTION FRANCHISE IN THE CORPORATION LIMITS OF THE CITY OF VERSAILLES, KENTUCKY))))	CASE NO. 2013-00483
VERSAILLES, KENTUCKY)	

ORDER

On December 27, 2013, Columbia Gas of Kentucky ("Columbia Gas") filed its application with the Commission seeking a Certificate of Public Convenience and Necessity to qualify it to bid on a franchise for natural gas offered by the city of Versailles, Kentucky. Under the provisions of KRS 278.020(4), no utility may apply for a franchise from any governmental agency until it has obtained a Certificate of Public Convenience and Necessity from this Commission based on our finding that there is a need and demand for the service sought to be rendered.

In light of the city of Versailles' ordinance creating a natural gas distribution franchise, the Commission determines that there is evidence of a need and demand for natural gas in the above-mentioned city. Since the Commission's authority in such matters is limited by statute to finding only whether there is a need and demand for the service sought to be rendered, no finding or determination is made as to the qualifications of the bidder, the validity of any of the provisions of the franchises offered by said city, or the manner in which any franchise fee is to be treated for rate purposes.

IT IS THEREFORE ORDERED that:

- 1. Columbia Gas is granted a Certificate of Public Convenience and Necessity that authorizes it to bid on a franchise for natural gas offered by the city of Versailles, Kentucky.
- 2. If Columbia Gas is not the successful bidder, Columbia Gas shall, within ten days of the award of the franchise at issue, file with the Commission a written notice stating that Columbia Gas was not the successful bidder.
- 3. If Columbia Gas is the successful bidder, Columbia Gas shall, within ten days of the award of the franchise at issue, file with the Commission a copy of the executed franchise agreement and a statement disclosing the amount of the initial franchise fee.
- 4. If Columbia Gas is the successful bidder, Columbia Gas shall, within ten days of an increase or decrease in the amount of the initial franchise fee set forth in the franchise agreement, file with the Commission documentation setting forth the revised fee.
- 5. Any documents filed pursuant to ordering paragraphs 2, 3, or 4 of this Order shall reference the number of this case and shall be electronically submitted via the Commission's electronic Tariff Filing System.
- 6. This Order shall not be construed as granting a Certificate of Public Convenience and Necessity to construct utility facilities in said city.

By the Commission

ENTERED

JAN 03 2014

KENTUCKY PUBLIC SERVICÉ COMMISSION

ATTEST:

Executive Director

Honorable Stephen B Seiple Attorney at Law Columbia Gas of Kentucky, Inc. 200 Civic Center Drive P.O. Box 117 Columbus, OHIO 43216-0117