## 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	)	CASE NO.
NECESSITY TO BID ON A GAS DISTRIBUTION	)	2020-00003
FRANCHISE IN THE CORPORATION LIMITS OF	)	
THE CITY OF MT. STERLING, KENTUCKY	)	

## ORDER

On January 3, 2020, Columbia Gas of Kentucky, Inc., (Columbia Kentucky) filed its application with the Commission seeking a Certificate of Public Convenience and Necessity (CPCN) to authorize it to bid on a franchise offered by the city of Mt. Sterling, Kentucky, for the transmission and distribution of natural gas. Under the provisions of KRS 278.020(5), no utility may apply for a franchise from any governmental agency until it has obtained a CPCN 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 Mt. Sterling's ordinance creating a natural gas transmission and distribution franchise, the Commission determines that there is evidence of a need and demand for natural gas service 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:

- Columbia Kentucky is granted a CPCN that authorizes it to bid on a franchise offered by the city of Mt. Sterling, Kentucky, for the transmission and distribution of natural gas.
- If Columbia Kentucky is not the successful bidder, Columbia Kentucky shall, within ten days of the award of the franchise at issue, file with the Commission a written notice stating that Columbia Kentucky was not the successful bidder.
- 3. If Columbia Kentucky is the successful bidder, Columbia Kentucky 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 Kentucky is the successful bidder, Columbia Kentucky 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.
- 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.
- This Order shall not be construed as granting a CPCN to construct utility facilities in said city.
  - This case is closed and removed from the Commission's docket.

## By the Commission

**ENTERED** 

JAN 07 2020

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

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