

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF KENTUCKY UTILITIES)
COMPANY FOR A CERTIFICATE OF CONVENIENCE)
AND NECESSITY TO APPLY FOR FRANCHISES) CASE NO.
FROM THE CITIES OF CLINTON, HARLAN,) 9435
KUTTAWA, LAGRANGE, OWENTON, SCIENCE HILL,)
SOMERSET AND WILLIAMSBURG)

O R D E R

On September 30, 1985, Kentucky Utilities Company. ("Kentucky Utilities") filed with the Commission its Application seeking a certificate of convenience and necessity to qualify it to bid on electric franchises in the cities of Clinton, Harlan, Kuttawa, LaGrange, Owenton, Science Hill, Somerset and Williamsburg. Under the provisions of KRS 278.020(3), no utility may apply for a franchise from any governmental agency until it has obtained a certificate of convenience and necessity from this Commission based on our finding that there is a need and demand for the services sought to be rendered.

The Commission finds that there is a need and demand for electric service in the cities of Clinton, Harlan, Kuttawa, LaGrange, Owenton, Science Hill, Somerset and Williamsburg. 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 validity of any of the provisions of the

franchises offered by said cities or the manner in which any franchise fee is to be treated for rate purposes.

IT IS THEREFORE ORDERED that Kentucky Utilities be and it hereby is granted a certificate of convenience and necessity which authorizes it to bid on electric franchises in the cities of Clinton, Harlan, Kuttawa, LaGrange, Owenton, Science Hill, Somerset and Williamsburg.

IT IS FURTHER ORDERED that Kentucky Utilities, if it becomes the successful bidder, shall file with this Commission copies of the said franchises.

IT IS FURTHER ORDERED that this Order shall not be construed as granting a certificate of convenience and necessity to construct utility facilities in said cities.

Done at Frankfort, Kentucky, this 3rd day of October, 1985.

PUBLIC SERVICE COMMISSION

Richard D. Herron
Chairman

W. L. [Signature]
Vice Chairman

Gene McWhorter
Commissioner

ATTEST:

Secretary