

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY UTILITIES COMPANY)
FOR A CERTIFICATE OF CONVENIENCE AND)
NECESSITY TO APPLY FOR A FRANCHISE FROM)
THE CITIES OF AUGUSTA, BLOOMFIELD, BRODHEAD) CASE NO.
BROOKSVILLE, CALHOUN, CRAB ORCHARD, DANVILLE,) 94-050
GRATZ, GREENSBURG, HARRODSBURG, ISLAND,)
KEVIL, LIVINGSTON, PERRYVILLE, PINEVILLE,)
SACRAMENTO, TAYLORSVILLE, UPTON AND WAVERLY)

O R D E R

On February 8, 1994, Kentucky Utilities Company ("KU") 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 Augusta, Bloomfield, Brodhead, Brooksville, Calhoun, Crab Orchard, Danville, Gratz, Greensburg, Harrodsburg, Island, Kevil, Livingston, Perryville, Pineville, Sacramento, Taylorsville, Upton, and Waverly in Kentucky. 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 service sought to be rendered.

The Commission determines that there is evidence of a need and demand for electric service in the above-mentioned cities. 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 franchise 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. KU is granted a Certificate of Convenience and Necessity which authorizes it to bid on electric franchises in the above-mentioned cities.

2. KU, if it becomes the successful bidder, shall file with this Commission two copies of the franchise agreement.

3. This Order shall not be construed as granting a Certificate of Convenience and Necessity to construct utility facilities in the said cities.

Done at Frankfort, Kentucky, this 23rd day of February, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director