COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In	the	Ma	itter	of:
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APPLICATION OF KENTUCKY POWER)	
COMPANY FOR A CERTIFICATE OF)	CASE NO.
CONVENIENCE AND NECESSITY)	2011-00293
AUTHORIZING THE APPLICANT TO OBTAIN A)	
FRANCHISE IN THE CITY OF HINDMAN,)	
KNOTT COUNTY, KENTUCKY)	

ORDER

On August 5, 2011, Kentucky Power Company ("Kentucky Power") filed its application with the Commission seeking a Certificate of Public Convenience and Necessity to qualify it to bid on a franchise for electric service offered by the city of Hindman, Knott County, 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 Hindman's ordinance creating an electric distribution franchise, the Commission determines that there is evidence of a need and demand for electric 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:

- 1. Kentucky Power is granted a Certificate of Public Convenience and Necessity that authorizes it to bid on a franchise for electric service offered by the city of Hindman, Kentucky.
- 2. Kentucky Power, if it becomes the successful bidder, shall file two copies of the franchise agreement with the Commission's tariff branch.
- 3. 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

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AUG 1 6 2011

KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

Executive Director

Honorable Mark R Overstreet Attorney at Law Stites & Harbison 421 West Main Street P. O. Box 634 Frankfort, KENTUCKY 40602-0634

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