



March 11, 2011

Mr. Jeff Derouen
Executive Director
Public Service Commission of Kentucky
211 Sower Boulevard
Frankfort, Kentucky 40602

RECEIVED

MAR 14 2011

PUBLIC SERVICE
COMMISSION

LG&E and KU Energy LLC
Legal Department
220 West Main Street
Louisville, Kentucky 40202
www.lge-ku.com

Allyson K. Sturgeon
Senior Corporate Attorney
T 502-627-2088
F 502-217-4995
allyson.sturgeon@lge-ku.com

RE: Application of Kentucky Utilities Company for a Certificate of Public Convenience and Necessity Authorizing KU to Bid on a Franchise Established by the City of Elizabethtown

Dear Mr. Derouen:

Enclosed please find an original and 10 copies of an Application for a Certificate of Public Convenience and Necessity ("CCN"), to enable Kentucky Utilities Company (the "Company") to apply for an electric franchise with the City of Elizabethtown (the "City") pursuant to KRS 278.020(4). In a public meeting held on February 22, 2011, the City Council of Elizabethtown, Kentucky passed Ordinance No. 04-2011, which directed the advertising for bids and selling of an electric franchise in the City.

For many years, the Company has been the owner of a franchise granted by the City to erect facilities for providing electric service to the City and the inhabitants thereof. The franchise to be obtained will replace the previous franchise.

If you have any questions, please do not hesitate to contact me.

Very truly yours,

A handwritten signature in black ink that reads 'Allyson Sturgeon'. The signature is written in a cursive, flowing style.

Allyson K. Sturgeon
Enclosures

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MAR 14 2011

PUBLIC SERVICE
COMMISSION

**BEFORE THE
KENTUCKY PUBLIC SERVICE COMMISSION**

In the Matter of:

**APPLICATION OF KENTUCKY UTILITIES COMPANY)
FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND)
NECESSITY AUTHORIZING KU TO BID ON A) CASE NO. 2011-_____
FRANCHISE ESTABLISHED BY THE CITY OF)
ELIZABETHTOWN, KENTUCKY)**

APPLICATION

The Applicant, Kentucky Utilities Company (“KU”), respectfully states as follows:

1. The Post Office address of the principal office of Applicant is 220 West Main Street, Louisville, Kentucky 40202. KU is a Kentucky corporation authorized to do business in the Commonwealth of Kentucky.

2. KU is a utility engaged in the business of supplying electric service in and to various cities and the inhabitants thereof within the Commonwealth of Kentucky, and has conducted such business for a number of years. The instant filing is made in accordance with Section 278.020(4) of the Kentucky Revised Statutes.

3. Receipt of the requested certificate will allow KU to pursue its bid on a new franchise for which the City of Elizabethtown, Kentucky (the “City”) has solicited bids pursuant to resolution or ordinance and advertisement, a copy of which is attached hereto as Exhibit A.

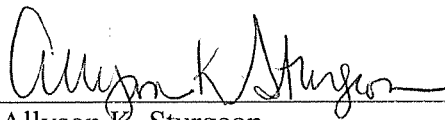
4. A certified copy of KU's Articles of Incorporation is already on file with the Commission in Case No. 2010-00204 and is incorporated herein by reference pursuant to 807 KAR 5:001, Section 8(3).

5. There is and will continue to be a demand and need for electric service in the areas of the City subject to the franchise, and KU desires to obtain a franchise in accordance with the bidding protocol established by the City.

6. Should KU be successful in acquiring said franchise, it will file copies thereof with the Commission.

WHEREFORE, Kentucky Utilities Company asks that the Commission enter an Order granting to KU a Certificate of Public Convenience and Necessity to bid for and acquire a franchise from the City.

Dated at Louisville, Kentucky, this 11th day of March, 2011.



Allyson K. Sturgeon
Senior Corporate Counsel
Kentucky Utilities Company
220 West Main Street
Louisville, Kentucky 40202
(502) 627-2088

Exhibit A

614

THE NEWS-ENTERPRISE

CLASSIFIEDS

FRIDAY, FEBRUARY 25, 2011

300 Legals **300** Legals

ORDINANCE NO. 04 - 2011
AN ORDINANCE OF THE CITY OF ELIZABETHTOWN, KENTUCKY PROVIDING FOR A FRANCHISE FOR THE ERECTION, LAYING AND MAINTENANCE OF ELECTRIC FACILITIES AND APPURTENANCES AND EQUIPMENT IN, ALONG AND ACROSS THE PUBLIC WAYS, ROADS, STREETS, ALLEYS AND PUBLIC UTILITY easements IN THE CITY OF ELIZABETHTOWN, KENTUCKY AND FOR FURNISHING AND SELLING ELECTRICITY BY MEANS OF SAID FACILITIES; AND PROVIDING FOR THE SALE OF SAID FRANCHISE AGREEMENT

WHEREAS, the City of Elizabethtown wishes to ensure that electric service continues to be furnished to its citizens and public facilities in a reliable and efficient manner;

WHEREAS, the City is aware that the provision of such service requires the continual use of public ways, roads, streets, alleys and public utility easements;

WHEREAS, the franchise under which that utility service for each territorial boundary established by order of the Public Service Commission has expired by its terms;

WHEREAS, the City wishes to provide for the sale of a new franchise for the benefit of its citizens, as provided by Section 06.010 of the Kentucky Revised Statutes;

NOW THEREFORE, BE IT ORDAINED as follows:

Section 1. An exclusive and specific Franchise is created to provide electric service within each territorial boundary established by order of the Public Service Commission for the corporate limits of Elizabethtown, together with the right to use the City's public rights of way described by the Franchise Agreement attached to this Ordinance.

Section 2. The Franchise created by this Ordinance shall be bid in accordance with the applicable requirements of the Constitution of the Commonwealth of Kentucky and Chapter 424 of the Kentucky Revised Statutes, as well as any applicable City ordinance.

Section 3. The Franchise created by this Ordinance shall be awarded to the highest and best bidder as shall be determined by the City in its sole discretion. In awarding the Franchise, the City shall consider the technical, managerial and financial qualifications of the bidder to perform its obligations under the Franchise.

Section 4. The winning bidder and the City shall negotiate, execute and be bound by a Franchise Agreement with terms identical to, or substantially identical to, the Franchise Agreement referenced in Section 1 above and attached hereto, such Agreement to contain terms that are fair and reasonable to the City, to the purchaser of the Franchise and to the patrons of the utility. (KRS Section 06.010). Such Franchise Agreement shall take effect no earlier than 90 days after its execution, to allow the City and winning bidder to develop appropriate procedures for identifying and reviewing the electric-consulting entities within the City's corporate limits.

Section 5. All ordinances or parts of ordinances in conflict with the provisions of this Ordinance are hereby repealed.

Section 6. Should any section, clause, line, paragraph, or part of this Ordinance or the attached Agreement be held unconstitutional or invalid for any reason, the same shall not affect the remainder of the Ordinance or the attached Agreement, as applicable.

Section 7. This Ordinance shall become effective from and after its passage and publication.

READ THE FIRST TIME, this 21st day of February, 2011.

READ, ADOPTED AND APPROVED this 22nd day of February, 2011.

By: TIM C. WALKER, MAYOR

ATTESTED:
 By: MARY CHAUDOIN, CITY CLERK

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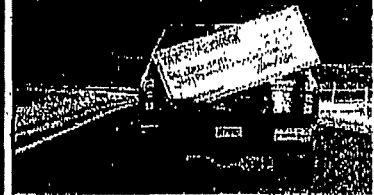
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Consequences for tax evaders: Tax evasion has major consequences for tax evaders. If they are found guilty, they face criminal record with all the negative consequences for the general public.

Consequences for the general public: This embezzlement of public funds: Governments invest considerable sums in tax evaders. This money, added to amounts to a huge loss of revenue for their level of debt and influence their programs in response to the needs of a first to be cut. Moreover, law-abiding in unfairly.

Tax evaders, as much as society in general pay what you owe now before having to

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BIG BUYS IN THE C

ORDINANCE NO. 04 - 2011

AN ORDINANCE OF THE CITY OF ELIZABETHTOWN, KENTUCKY PROVIDING FOR A FRANCHISE FOR THE ERECTION, LAYING AND MAINTENANCE OF ELECTRIC FACILITIES AND APPURTENANCES AND EQUIPMENT IN, ALONG AND ACROSS THE PUBLIC WAYS, ROADS, STREETS, ALLEYS AND PUBLIC UTILITY EASEMENTS IN THE CITY OF ELIZABETHTOWN, KENTUCKY AND FOR FURNISHING AND SELLING ELECTRICITY BY MEANS OF SAID FACILITIES; AND PROVIDING FOR THE SALE OF SAID FRANCHISE AGREEMENT

WHEREAS, the City of Elizabethtown wishes to ensure that electric service continues to be furnished to its citizens and public facilities in a reliable and efficient manner;

WHEREAS, the City is aware that the provision of such service requires the continued use of public ways, roads, streets, alleys and public utility easements;

WHEREAS, the franchise under which that utility service for each territorial boundary established by order of the Public Service Commission has expired by its terms;

WHEREAS, the City wishes to provide for the sale of a new franchise for the benefit of its citizenry, as provided by Section 96.010 of the Kentucky Revised Statutes;

NOW THEREFORE, BE IT ORDAINED as follows:

Section 1. An exclusive and specific Franchise is created to provide electric service within each territorial boundary established by order of the Public Service Commission for the corporate limits of Elizabethtown, together with the right to use the City's public rights of way described by the Franchise Agreement attached to this Ordinance.

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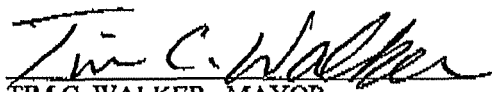
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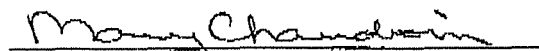
Section 7. This Ordinance shall become effective from and after its passage and publication.

READ THE FIRST TIME, this 7th day of February, 2011.

READ, ADOPTED AND APPROVED this 22nd day of February, 2011.


TIM C. WALKER, MAYOR

ATTESTED:


MARY CHAUDOIN, CITY CLERK