

March 3, 2014

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

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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 Powderly

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 Powderly (the "City") pursuant to KRS 278.020(4). In a public meeting held on February 18, 2014, the City Council of Powderly, Kentucky passed Ordinance No. 14-01, which directed the advertising for bids and selling of an electric franchise in the City. The Company asks that the Commission enter an Order granting a Certificate of Public Convenience and Necessity to bid for and acquire a franchise from the City on or before April 10, 2014.

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,

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Allyson K. Sturgeon

Enclosures

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)FRANCHISE ESTABLISHED BY THE CITY OF)POWDERLY, KENTUCKY)

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)	PUBLIC SERVICE COMMISSION
)) CASE NO.	

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 Powderly, 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 14(2)(a).

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 on or before April 10, 2014.

Dated at Louisville, Kentucky, this 3rd day of March, 2014.

Allyson K. Sturgeon

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

Exhibit A

COMMONWEALTH OF KENTUCKY CITY OF POWDERLY

ORDINANCE NO. 14-01

AN ORDINANCE CREATING A FRANCHISE FOR THE ERECTION, LAYING AND MAINTENANCE OF ELECTRIC FACILITIES AND APPURTENANT FACILITIES AND EQUIPMENT IN, ALONG AND ACROSS THE PUBLIC WAYS, ROADS, STREETS, ALLEYS AND OTHER PUBLIC PLACES IN THE CITY OF POWDERLY, KENTUCKY: FOR FURNISHING AND SELLING ELECTRICITY BY MEANS OF SAID FACILITIES; AND PROVIDING FOR THE SALE OF SAID FRANCHISE.

WHEREAS, the City of Powderly ("City") wishes to ensure that electric service continues to be furnished to its citizens in a reliable and efficient manner;

WHEREAS, the City is aware that the provision of such service requires the continued use of

public streets, ways, alleys and other public places;

WHEREAS, the franchise granted to and acquired by Kentucky Utilities Company on June 21,

1994, under which that utility provided such service, will expire by its terms; June 21, 2014

WHEREAS, the City wishes to provide for the sale of a new franchise for the benefit of its

citizenry, giving effect to Section 96.010 of the Kentucky Revised Statutes;

NOW, THEREFORE, BE IT ORDAINED as follows:

<u>Section 1</u>. An exclusive franchise ("Franchise") to use the City's public rights-of-way, as described in the Franchise Agreement attached to this Ordinance, is hereby created.

<u>Section 2</u>. 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 ordinances.

<u>Section 3.</u> 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 96.010). Such Franchise Agreement shall take effect no earlier than 90 days after its execution, to allow the City and the winning bidder to develop appropriate procedures for identifying and reviewing the electric-consuming 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 this Ordinance or the attached Agreement, as applicable.

Time is of the essence in carrying out the terms and the provisions of this Section 7. Ordinance and the Franchise created herein.

This Ordinance shall become effective from and after its passage and publication. Section 8. Read at a meeting of the Powderly City Commission on the 21st day of January, 2014; a second reading was held on the 18th day of February, 2014; said Ordinance was READ and APPROVED on the 18th day of February, 2014.

Bobby Creager , Mayor Bobby Creager ATTESTED BY: Sarah Spears, City Clerk Sarah Spears

Page A-11, February 25, 2014, Leader-News

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real estate taxes due pursuant to this order. The purchaser shall pay the real estate taxes for the 2013 tax year and subsequent years. Bidders will be prepared

to comply with these terms.

Respectfully submitted, , 2014. Al Miller, Master Commissioner 428 North Second Street Central City, Kentucky 42330 (270) 754-5249 2-25c



containing ASSOCIATION successor by merger to same CHASEHOMEFINANCE, onveyed to LLC, PLAINTIFF Vs.

NOTICE OF SALE WILBUR M. KOON, et al. DEFENDANTS Bv virtue of the Judgment and Order of Sale dated October 28, 2013, against Defendant, Wilbur M. Koon, et al, there is due and owing to Plaintiff in the principal sum of \$79,569.36 for which total amount in personam judgment is hereby rendered in favor of the plaintiff and against the defendant, William M. Koon, together with Interest at the rate of 4.50 percent per annum from April 1, 2012 until paid plus late' charges, advance for taxes and insurance,

and its costs herein expended, including a reasonable attorney fee and for any other fees expended for services performed in connection

а. .

E 87.00 feet to a meander point, N 69° 30' 08" E .64.13 feet to a meander point, and N.82° 21' 50" E 46.01 feet to a 5/8" x 18" rebar and cap, (PLS 3455), set on the West bank of a small branch, a new corner with The Beechmont Church of This _____ day of Christ, (Deed Book 374, Page 721); thence on a new division line with said Church and severing said Deed along the West bank of said branch, S 00° 13' 44" E 93:04 feet to a 5/8" rebar and cap set, (PLS 3455), located in the line of The Beech Creek Coal Company N 69° 40' 11" W 236.46 feet to a 5/8" x 18" rebar and cap set, (PLS 3455) ; thence continuing with the line of said Coal Company N 27° 22' 49" E 108.89 feet to the Containing beginning.

> 0.83 Acre, more or less. The above described parcel is subject to any public or private Road Right of Ways of Utility Easements that may exist, and may or may not be of written public record.

Being the same property conveyed to Wilbur M. Koon and Angela D. Koon, husband and wife, by deed dated November 12, 2008 and recorded In Deed Book 540 Page 197, in the Office of the Muhlenberg County Court Clerk.

03-01-007.010 The above-described real estate is indivisible and cannot be divided without materially Impairing its value and the value of Plaintiff's lien thereon and shall be sold as a whole, free and clear of the claims of the parties to this action and subject to easements, restrictions, and stipulations of record, any matters that would be disclosed by an accurate

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the event the Plaintiff is the successful bidder, it shall be entitled to a credit of its judgment against the purchase price and shall only be obligated by pay court costs, fees and costs of the Master Commissioner, and the real estate taxes due pursuant to this order: The purchaser shall pay the real estate taxes for the 2013 tax year and

subsequent years. Bidders will be prepared to comply with these terms.

Respectfully submitted, This ____ day of , 2014. Al Miller, Master Commissioner 428 North Second Street Central City, Kentucky 42330 (270) 754-5249 3-11c



PUBLIC NOTICE PACS LOW-INCOME ELECTION

The Pennyrile Ailied Community Services, Inc. will be holding a low-income meeting on March 27, 2014 at 10:00 AM at the Muhlenberg County Court House, located at 100 South Main Street, Greenville, Kentucky, for the purpose of electing two low-Parcel Number: 195- Income representatives to serve on the PACS Board of Directors.

As dictated by PACS By-Laws and Federal AND DISTRIBUTION OF Regulations, Muhlenberg County has a PACS Board membership of 6: (2) public official, (2) private representative and (2)low-income representatives. The two low-income vacancies will be filled at this meeting.

Any resident of Muhlenberg County is



NOTICE OF SALE OF FRANCHISE

By virtue of an ordinance heretofore passed by the Commission of the City of Powderly, Kentucky, directing the advertisement for blds and selling of a franchise to use certain streets, alleys, and public grounds of the City of Powderly, Kentucky for the purpose of owning, operating, equipping and maintaining system а for the transmission and distribution of electric energy. The City Clerk of Powderly, will on April 15, 2014, at or about 6:00 p.m. CST, sell at public auction to the highest bidder at the City Hall of Powderly, a franchise for the purpose set out. Said franchise particularly more is described and fully defined in a proposed ordinance granting and creating the same and said proposed ordinance defines the terms and conditions upon which said sale shall be made, the full text of which is available for inspection in the office of the Powderly City Clerk, 211 Hillside Road, Powderly, Kentucky. The ordinance by title and summary is as follows: ORDINANCE #14-01. AN ORDINANCE ESTABLISHING FRANCHISE А AGREEMENT RELATED TO THE TRANSMISSION ELECTRICAL ENERGY, AND THE PROVISION OF RETAIL ELECTRIC SERVICE IN AREAS HERETOFORE SERVED **BY KENTUCKY UTILITIES** COMPANY.

Powderly City Clerk, Sarah Spears Published 2-25-14 2-25c