



PPL companies

December 22, 2014

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

RECEIVED

DEC 23 2014

PUBLIC SERVICE  
COMMISSION

LG&E and KU Energy LLC  
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Louisville, Kentucky 40202  
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Allyson K. Sturgeon  
Senior Corporate Attorney  
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**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 Greensburg**

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 Greensburg (the "City") pursuant to KRS 278.020(4). In a public meeting held on September 8, 2014, the City Council of Greensburg, Kentucky passed Ordinance No. 2014-081101, 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 January 8, 2015.

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 K. Sturgeon".

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 ) CASE NO. \_\_\_\_\_  
FRANCHISE ESTABLISHED BY THE CITY OF )  
GREENSBURG, 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 Greensburg, Kentucky (the “City”) has solicited bids pursuant to resolution or ordinance and advertisement, a copy of which is attached hereto as Exhibit A.

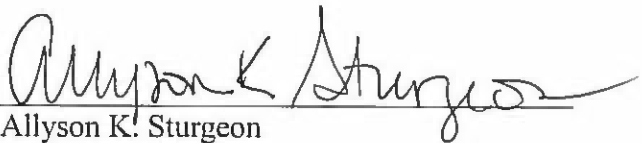
4. A certified copy of KU’s Articles of Incorporation is already on file with the Commission in Case No. 2010-00204 and is incorporated herein by reference pursuant to 807 KAR 5:001, Section 14(2)(a).

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 January 8, 2015.

Dated at Louisville, Kentucky, this 22<sup>nd</sup> day of December, 2014.



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

**Exhibit A**

COMMONWEALTH OF KENTUCKY  
CITY OF GREENSBURG

ORDINANCE NO. 2014-081101

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 GREENSBURG, KENTUCKY: FOR FURNISHING AND SELLING ELECTRICITY BY MEANS OF SAID FACILITIES; AND PROVIDING FOR THE SALE OF SAID FRANCHISE.

WHEREAS, the City of Greensburg ("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 December 5, 1994, under which that utility provided such service, will expire by its terms; December 5, 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:

Section 1. 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.

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 ordinances.

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 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.

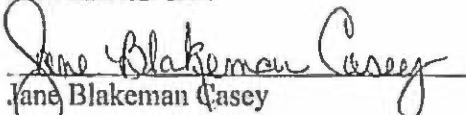
Section 6. Should any section, clause, line, paragraph, or part of this Ordinance or the attached Agreement be held unconstitutional or invalid for any reason, the same shall not affect the remainder of this Ordinance or the attached Agreement, as applicable.

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

Section 8. This Ordinance shall become effective from and after its passage and publication. Read at a meeting of the Greensburg City Council on the 11th day of August , 2014; a second reading was held on the 8th day of September, 2014; said Ordinance was READ and APPROVED on the 8th day of September, 2014.

  
George Cheatham, II, Mayor

ATTESTED BY:

  
Jane Blakeman Casey, City Clerk

Revised 9/12/2013

# Lady Dragons sweep competition last week

JORDAN LAMTS  
Sports Writer

Green County girls' basketball improved to 4-1 overall and 2-0 inside 18th District play last week with wins over Hart County, 72-34, Caverna High School, 63-61 and Metcalfe County, 75-45.

Mya Schrems led the Lady Dragons with 24 points a game and her game-high, 27, coming against Metcalfe County. Green County also saw big performances from Laura Beth Houk who averaged 16 points and Whitney Perian with 12 points a contest.

Hannah Judd and Ivy Hedgespeth saw their best scoring games come against Metcalfe County, scoring 12 and 10, respectively.

### Green County vs. Hart County - Dec. 9

It didn't take long for the Lady Dragons to get back on their winning ways. Green County dominated Hart County, 72-34 in a game where the Lady Dragons never trailed.

The Lady Dragons used their defense to create offense and forced 12 turnovers in

the first half and 23 for the game. But the key stat for Green County was it only turned the ball over eight times themselves.

**STATS:** \*Points (72): Schrems (24), Houk (17), Perian (14), S. Howell (6), Judd (6), Hedgespeth (3), Perkins (2).  
\*Rebounds (31): Schrems (9), Perian (7), Judd (4), S. Howell (4), Hedgespeth (3), Houk (2), Cobb (1), Perkins (1).  
\*Free Throws (15-for-20 = 75%): Schrems (6/10), Houk (6/6), Perian (4/4).

\*FGs Green County (27-for-60 = 45%)  
\*3-Point FGs: Green County (3-of-12 = 25%)

**Green County vs. Caverna - Dec. 12**  
Green County escaped its first 18th District win against Caverna Friday night, 63-61. The Lady Dragons took a 36-23 lead over the Lady Colicels at half time and had a 40-point, 49-39 lead after the third quarter.

But Green County was outscored 22-14 in the fourth quarter and forced itself to hold on late for the victory.

**STATS:** \*Points (63): Schrems (21), Perian



Mya Schrems led GC averaging 24 points in the past three games.

(16), Houk (13), Judd (8), S. Howell (6).

\*Free Throws (6-of-13 = 46%): Houk (2/4), S. Howell (2/4), Schrems (1/4), Judd (0/2), Perian (0/1).

### Green County vs. Metcalfe County - Dec. 13

In the final game of the week for the Lady Dragons, Coach Chris Blaydes must have had a great half time speech because his team responded. Green County went into the half leading 33-28. The Lady Dragons got into major foul trouble with Whitney Perian and Hannah Judd picking up three fouls apiece.

But the second half was a much different story. The Lady Dragons outscored the Lady

ons a host two different times. The freshman hit two 3-pointers on separate occasions with the game tied and gave the Lady Dragons the lead back. After her 3 with 4:10 left in the second quarter, Green County took a 23-20 lead that it would never relinquish.

Hedgespeth hit back-to-back triples in the second half, which gave Green County its big-

gest lead at that point, 58-35. The Lady Dragons outscored Metcalfe County, 42-17 in the second half.

**STATS:** \*Points (75): Schrems (27), Houk (18), Judd (12), Hedgespeth (10), Perian (10), S. Howell (2), A. Howell (2).

\*Free Throws (16-of-22 = 68%): Schrems (6/9), Judd (4/6), Perian (2/4), Houk Hedgespeth (2/2), Houk (1/1).

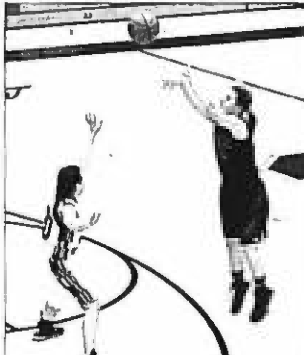
Photos by Jordan Alves

Hornets 42-17 after the recess in rout to dominating win.

Ivy Hedgespeth gave the Lady Drag-



Laura Beth Houk averaged 16 points this past week.



Ivy Hedgespeth scored 10 points vs. Metcalfe Co.



Head coach Chris Blaydes gives instructions to the Lady Dragons during their 63-61 win over Caverna. This also puts Green County at the top of the district with a 2-0 record.

## Loy takes prizes in basketball contest

Allen Loy is the winner of the Dec. 10 basketball contest. He missed only four games.

He wins a free buffet from Creekside Restaurant, a breakfast buffet and two games of bowling from Phillip's Lanes in Campbellsville and Snappy Tomato Pizza in Greensburg.

He may call the Record-Herald at 932-4381 to arrange for pick-up of the prizes.

**NOTICE OF SALE OF FRANCHISE**  
By virtue of an ordinance heretofore passed by the Council of the City of Greensburg, Kentucky, bearing the aforementioned title and subject of a franchise to use certain signs, offers, and public grounds of the City of Greensburg, Kentucky for the purpose of selling, displaying, advertising and maintaining a system for the transmission and distribution of electric energy, the City Clerk of Greensburg, will on January 22, 2015, at or about 1:00 pm (EST), and a public notice to the highest bidder at the City Hall of Greensburg, a location for the purpose set out. Said franchise is more particularly described and fully defined in a proposed ordinance granting and creating the same and said proposed ordinance defines the terms and conditions upon which and under which the sale of the lot set out which is available for application to the City of Greensburg, Kentucky. The ordinance file and summary is as follows: ORDINANCE #2214 (2014) - AN ORDINANCE ESTABLISHING A PUBLIC UTILITY AND RELATED TO THE TRANSMISSION AND DISTRIBUTION OF ELECTRIC ENERGY AND THE PROVISION OF LOCAL ELECTRIC SERVICE ON PUBLIC PROPERTY OWNED BY GREENBURG UTILITIES COMPANY.

**Merry Christmas Baby!**  
Baby's First Christmas 2014 will appear in the Dec. 24 edition of the Record-Herald.

**Public Notice**  
In accordance with KRS 91A.042, a copy of the complete audit report, including financial statements and supplemental information is on file at the Sheriff's office and available for public inspection during normal business hours. Any citizen may obtain from the Sheriff's office a copy of the complete audit report including financial statements and supplemental information, for his personal use. Any citizen requesting a copy of the audit report will be charged for duplication costs at a rate that shall not exceed twenty-five cents per page. The financial statement that is prepared in accordance with KRS 42A.010 is also available to the public at no cost the Green County Sheriff's office at 203 West Court Street, Greensburg, KY 42743.

### SUMMARY OF ORDINANCE 2014-1110 ORZIC

#### An Ordinance GOVERNING THE USE OF Agricultural Equipment and TRACTOR TRAILERS on the ROADWAYS of the CITY OF GREENSBURG

**Narrative Summary of the Ordinance:**  
Ordinance No. 2014-1110 ORZIC amends a new Chapter to the City of Greensburg Code of Ordinances. The new Ordinance applies to (1) motor trucks which are primarily designed for carrying freight or merchandise or designed primarily to pull semitrailers or trailers ("Motor Trucks"), and (2) agricultural equipment ("Ag Equipment") operating on the City of Greensburg roadways. This Ordinance does not apply to trailers pulled by vehicles primarily designed for passenger transportation.  
Under the new Ordinance, no Motor Truck pulling a semitrailer or trailer may operate on the roadways of the City of Greensburg except: (1) in connection with a pickup, delivery or service call, or (2) on roadways which are designated as a state or federal highway or truck route. Further, no Motor Truck or Ag Equipment shall be operated on the roadways of the City of Greensburg if it exceeds: (1) 3.5 feet in height, 94 inches in width, or 24.5 feet in length, in combination with a trailer, exceeds 30 feet in length. This Ordinance shall be enforced by the City of Greensburg Police Department; any person who is convicted of violating any provision of Ordinance No. 2014-1110 ORZIC shall be guilty of a misdemeanor and fined not less than \$25.00 nor more than \$500.00.  
Upon written application and good cause shown, the City of Greensburg may issue a temporary special permit authorizing the applicant to operate a Motor Truck or Ag Equipment in excess of the restrictions set forth hereinabove.  
The Ordinance, in its entirety shall be filed herewith in the Office of the City Clerk of the City of Greensburg, being meted and designated as Ordinance No. 2014-1110 ORZIC.

## ADAM H. EDELEN AUDITOR OF PUBLIC ACCOUNTS

To the People of Kentucky  
Honorable Steven L. Beshear, Governor  
Loni H. Flansery, Secretary  
Finance and Administration Cabinet  
Honorable Missy Edwards, Green County Judge Executive  
Honorable Robert Beard, Green County Sheriff  
Members of the Green County Fiscal Court

### Report on the Financial Statement

We have audited the Green County Sheriff's Settlement - 2013 Taxes for the period April 16, 2013 through April 25, 2014 regulatory basis, and the related notes to the financial statement.

**Management's Responsibility for the Financial Statement**  
Management is responsible for the preparation and fair presentation of the financial statement in accordance with accounting practices prescribed or permitted by the laws of Kentucky to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting as described in Note 1. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**  
Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, and the Audit Guide for Sheriff's Tax Settlements issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the entity's internal control. Accordingly, we do not express an opinion on such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles**  
As described in Note 1 of the financial statement, the financial statement is prepared by the County Sheriff in the basis of the accounting practices prescribed or permitted by the laws of Kentucky to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variations between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

**Adverse Opinion on U.S. Generally Accepted Accounting Principles**  
In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the County Sheriff, as of April 15, 2014, or changes in financial position or cash flows thereof for the year then ended.

**Opinion on Regulatory Basis of Accounting**  
In our opinion, the financial statement referred to above presents fairly, in all material respects, the taxes charged, assessed, and paid for the period April 16, 2013 through April 15, 2014 of the Green County Sheriff, in accordance with the basis of accounting practices prescribed or permitted by the Commonwealth of Kentucky as described in Note 1.

**Other Reporting Required by Government Auditing Standards**  
In accordance with Government Auditing Standards, we have also issued our report dated September 25, 2014 on our consideration of the Green County Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Green County Sheriff's internal control over financial reporting or on compliance. This report is an integral part of an overall performance in accordance with Government Auditing Standards in considering the entity's internal control over financial reporting and compliance.

Based on the results of our audit, we have presented the accompanying comments and recommendations, included herein, which discuss the following report comments:

- 2013-01: The Sheriff Should Deposit Funds Into On A Daily Basis
- 2013-02: The Sheriff's Office Lacks Adequate Segregation Of Duties Over Receipts And Disbursements

September 25, 2014  
State law requires the Auditor of Public Accounts to annually audit fiscal courts, county clerks, and sheriffs and print the results in a newspaper having general circulation in the county. The complete audit and any other audit of state agencies, fiscal courts, county clerks, sheriffs, and property valuation administrators may be viewed in the reports section of the Auditor of Public Accounts' website at [www.auditor.ky.gov](http://www.auditor.ky.gov) or upon request by calling 1-800-247-9129.  
PHOTO BY JORDAN ALVES FOR THE RECORD-HERALD  
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