COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY POWER)	
COMPANY FOR A CERTIFICATE OF PUBLIC)	CASE NO.
CONVENIENCE AND NECESSITY)	2016-00299
AUTHORIZING THE APPLICANT TO APPLY)	
FOR AND OBTAIN A FRANCHISE FROM THE)	
CITY OF WHITESBURG, IN LETCHER)	
COUNTY, KENTUCKY)	

ORDER

On August 18, 2016, Kentucky Power Company ("Kentucky Power") filed its application with the Commission seeking a Certificate of Public Convenience and Necessity ("CPCN") to authorize it to bid on a franchise offered by the city of Whitesburg, Kentucky, for electric transmission and distribution service. Under the provisions of KRS 278.020(5), no utility may apply for a franchise from any governmental agency until it has obtained a CPCN 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 Whitesburg's ordinance creating a franchise for electric transmission and distribution service, the Commission determines that there is evidence of a need and demand for electric transmission and distribution 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 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:

- Kentucky Power is granted a CPCN that authorizes it to bid on a franchise offered by the city of Whitesburg, Kentucky, for electric transmission and distribution service.
- 2. If Kentucky Power is not the successful bidder, Kentucky Power shall, within ten days of the award of the franchise at issue, file with the Commission a written notice stating that Kentucky Power was not the successful bidder.
- 3. If Kentucky Power is the successful bidder, Kentucky Power shall, within ten days of the award of the franchise at issue, file with the Commission a copy of the executed franchise agreement and a statement disclosing the amount of the initial franchise fee.
- 4. If Kentucky Power is the successful bidder, Kentucky Power shall, within ten days of an increase or decrease in the amount of the initial franchise fee set forth in the franchise agreement, file with the Commission documentation setting forth the revised fee.
- Any documents filed pursuant to ordering paragraphs 2, 3, or 4 of this
 Order shall reference the number of this case and shall be electronically submitted via
 the Commission's electronic Tariff Filing System.
- This Order shall not be construed as granting a CPCN to construct utility facilities in said city.

By the Commission

ENTERED

OCT 2 5 2016

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

P. Masheus

*Kentucky Power Company 101 A Enterprise Drive P. O. Box 5190 Frankfort, KY 40602

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