

L. Allyson Honaker allyson@gosssamfordlaw.com (859) 368-7740

May 4, 2018

RECEIVED

MAY 04 2018

PUBLIC SERVICE COMMISSION

#### Via Hand-Delivery

Ms. Gwen R. Pinson
Executive Director
Kentucky Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, KY 40602

Re:

In the Matter of: Application of Duke Energy Kentucky, Inc. for a Certificate of Public Convenience and Necessity to Bid on a Franchise to Serve the City of Warsaw, Kentucky; Case No. 2018-00151

Dear Ms. Pinson:

Enclosed please find for filing with the Commission in the above-referenced case an original and ten (10) copies of Duke Energy Kentucky Inc.'s Application regarding the above-styled matter. Please return a file-stamped copy to me.

Please do not hesitate to contact me if you have any questions.

Sincerely,

L. Allyson Honaker

Hongfu

Enclosures



MAY 04 2018

### PUBLIC SERVICE COMMISSION

# COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

APPLICATION OF DUKE ENERGY KENTUCKY, INC. FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND	)	CASE NO. 2018- 00151
NECESSITY TO BID ON A FRANCHISE TO SERVE THE CITY OF WARSAW, KENTUCKY	) ) )	OAGE NO. 2010- <u>00131</u>

#### **APPLICATION**

Comes now Duke Energy Kentucky, Inc. ("Duke Energy Kentucky" or "Company"), by counsel, pursuant to KRS 278.020(4), 807 KAR 5:001, Section 15(1), 807 KAR 5:001 Section 14 and other applicable law, and tenders hereby its application for a certificate of public convenience and necessity to apply for and obtain a franchise from the city of Warsaw, in Gallatin County, Kentucky ("Warsaw"), to provide natural gas transmission and distribution service, respectfully stating as follows:

1. Duke Energy Kentucky is a Kentucky corporation, originally incorporated on March 20, 1901, that is in good standing and operating as a combined electric and natural gas utility serving approximately 240,000 customers in six Kentucky counties. Duke Energy Kentucky's business address is 139 East Fourth Street, Cincinnati, Ohio 45202 and its local address is Duke Energy Envision Center, 4580 Olympic Boulevard, Erlanger, Kentucky, 41018. The Company's email address is KyFilings@duke-energy.com. Duke Energy Kentucky held a franchise for the use of the City streets, alleys and public grounds to provide

- natural gas transmission and distribution facilities and services within the territorial limits of Warsaw. However, that franchise has expired.
- 2. Duke Energy Kentucky proposes to bid upon a new municipal franchise to place natural gas transmission and distribution facilities in public streets and places of Warsaw and to provide related service to Warsaw. The new franchise will be awarded by the Warsaw City Council.
- 3. The Warsaw City Council has passed an Ordinance setting forth the requirements and deadlines for submitting a bid to secure a new franchise. A copy of the Ordinance is attached hereto as Exhibit A and incorporated herein by reference. A copy of the Legal Notice that was published in the Gallatin County News by Warsaw regarding said new franchise is attached hereto as Exhibit B and incorporated herein by reference.
- 4. As evidenced by the Ordinance, there is, and will continue to be, a demand and need for the facilities and services sought to be rendered by Duke Energy Kentucky pursuant to the franchise.
- 5. Upon obtaining a franchise from Warsaw, Duke Energy Kentucky will file a true and correct copy of same with the Commission.

WHEREFORE, on the basis of the foregoing, Duke Energy Kentucky respectfully requests the Commission to approve this application and to issue to Duke Kentucky a certificate of public convenience and necessity authorizing it to apply for and obtain a franchise from Warsaw, as set forth herein.

This the 4th day of May, 2018.

Respectfully Submitted,

David S. Samford
L. Allyson Honaker
Goss Samford, PLLC
2365 Harrodsburg Road
Suite B-325
Lexington, Kentucky 40504
(859) 368-7740
David@gosssamfordlaw.com
Allyson@gosssamfordlaw.com

and

Rocco O. D'Ascenzo Deputy General Counsel Duke Energy Business Services, LLC 139 East Fourth Street/1303-Main P.O. Box 960 Cincinnati, OH 45202 (513) 287-4320 Rocco.D'Ascenzo@duke-energy.com

Counsel for Duke Energy Kentucky, Inc.

#### ORDINANCE 2018-01

AN ORDINANCE OF THE CITY OF WARSAW, IN GALLATIN COUNTY, KENTUCKY, CREATING A FRANCHISE FOR THE ERECTION, LAYING OPERATION AND MAINTENANCE OF NATURAL GAS TRANSMISSION AND DISTRIBUTION FACILITIES AND APPURTENANT EQUIPMENT IN, ALONG AND ACROSS THE PUBLIC WAYS, ROADS, STREETS, ALLEYS AND OTHER PUBLIC PLACES IN THE CITY OF WARSAW, KENTUCKY: FOR FURNISHING AND SELLING NATURAL GAS SERVICES AND PRODUCTS BY MEANS OF SAID FACILITIES; AND PROVIDING FOR THE SALE OF SAID FRANCHISE.

**WHEREAS**, the City of Warsaw ("City") wishes to ensure that natural gas service continues to be available 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 the current franchisee under which it provides such natural gas service has or will expire;

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;

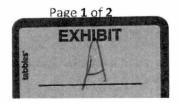
#### NOW, THEREFORE, BE IT ORDAINED as follows:

**SECTION 1:** A competitive franchise ("Franchise") to use the City's public rights-of-way, public streets, ways, alleys and other public places for the purpose of the erection, laying, operation and maintenance of natural gas transmission and distribution facilities and appurtenant equipment 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 bidders to perform their obligations under the Franchise.

SECTION 4: The winning bidder and the City shall negotiate, execute and be bound by Franchise Agreements to contain terms that are fair and reasonable to the City, to the purchasers of the Franchise and to the patrons of the utilities, pursuant to KRS Section 96.010. Such Franchise Agreements shall take effect upon execution and according to the terms of the Agreements.



**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 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.

**SECTION 9:** The foregoing Ordinance was read, passed and adopted by the Council of the City of Warsaw, Kentucky, meeting in regular session on the 12<sup>th</sup> day of March, 2018, and in regular session on the 9th day of April, 2018, with 5 yes votes, o no votes, and o abstentions, and was ordered published in summary according to law.

APPROVED:

NELSON BROWN, Mayor

ATTEST:

CAROLYN CALDWELL, City Clerk

PUBLISHED:

## Gallatin County News P.O. Box 435 Warsaw, Kentucky

#### **AFFIDAVIT**

The affiant, Denny Kelley Warnick, publisher or proprietor of the Gallatin County News, Warsaw, Kentucky, after being duly sworn and cautioned does depose and states the following:

That the Gallatin County News is a newspaper printed and published in the State of Kentucky and of general circulation in the County of Gallatin.

That the attached Legal Notice was duly published in the Gallatin County News on April 11, 2018.8
Done at Warsaw, Kentucky, this 3rd day of May, 2017.

Denny K. Warnick

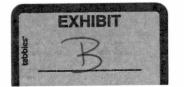
Kelley Warne

STATE OF KENTUCKY COUNTY OF GALLATIN

Subsribed and sworn to before me by Verry K. Warnek.
This 3rd day of May, 2018 at Warsaw, Gallatin County, Kentucky.

Notary Public

My commission expires September 9th, 2018



# **PUBLIC NOTICES**

PUBLIC NOTICE: ORDINANCE

AN ORDINANCE OF THE CITY OF WARSAW, IN GALLATIN COUNTY, KENTUCKY, CREAT-ING A FRANCHISE FOR THE ERECTION, LAYING OPERA-TION AND MAINTENANCE OF NATURAL GAS TRANSMISSION

AND DISTRIBUTION FA-CILITIES AND APPURTENANT EQUIPMENT IN, ALONG AND ACROSS THE PUBLIC WAYS, ROADS, STREETS, ALLEYS AND OTHER PUBLIC PLACES

IN THE CITY OF WARSAW, KENTUCKY; FOR FURNISHING AND SELLING NATURAL GAS SERVICES AND PRODUCTS BY MEANS OF SAID FACILITIES; AND PROVIDING FOR THE SALE OF SAID FRANCHISE.

WHEREAS, the City of Warsaw ("City") wishes to ensure that natural gas service continues to be available 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;

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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.

SECTION 9: The foregoing ordinance was read, passed and adopted by the Council of the City of Warsaw, Kentucky, meeting in regular session on the 12th day of March, 2018, and in regular session on the 9th day of April, 2018, with 5 yes votes, 0 no votes, and 0 abstentions and was ordered published in summary according to law.

APPROVED: NELSON BROWN, Mayor ATTEST: CAROLYN CALDWELL, City Clerk 15-1c

#### PUBLIC NOTICE: CITY OF WARSAW BUSINESS LICENSES

Please remember that any business doing work within the city limits of Warsaw must have a business license. This includes all contractors, mowing services and deliveries.

Licenses can be obtained by visiting www.cityofwarsawky.org and printing off a form and mailing it in or at the City Building, 303 East Main Street. THANK YOU

Mayor Nelson Brown

PUBLIC NOTICE: The public will take notice that the undersigned has qualified as the Executor of the estate of Juanita Nell Satchwell, deceased. All persons indebted to, will make payment to, and all persons having claims apon said estate will make their claims as required by faw.

Bobby Roland 475 Ambrose Road Watsaw, KY 41095

PUBLIC NOTICE: Owen County Public Transit (OCPT) is conducting a public hearing to identify unmet public transit needs within Gallatin County, primarily regarding elderly persons, disabled persons and veterans.

To thoroughly assess the needs of Gallatin County, a public hearing has been scheduled for 2 p.m. on Wednesday, April 25, 2018, at the City of Warsaw Meeting Room, 300 East High Street, Warsaw, KY 41095

If you have questions regarding this public information gathering process, please contact Meagan Greenlee at 502-484-3405 or ptadm@owencountyky.us.

PUBLIC NOTICE:

COMMISSIONER'S SALE
GALLATIN CIRCUIT COURT,
CASE NO. 17-CI-00965
BLUESHINE, LLC
PLAINTIFF
VERSUS)

Donn Boatman, Phoebe Boatman, Unknown Spouse, If Any, of Donn N. Boatman, Name Unknown, Unknown Spouse, If Any, of Phoebe Boatman, Name Unknown, County of Gallatin,

Commonwealth CD Fund, LLC, Midland Funding, LLC and Eagle Eye Ventures, LLC DEFENDANTS NOTICE OF SALE

By virtue of a judement and order of

sale of the Gallatin Circuit Court e tered March 9, 2018 in the above car I shall proceed to offer for sale INSIL THE SOUTH DOOR OF THE GALATIN COUNTY COURTHOUSE Warsaw, Kentucky, to the highest bider, at public auction on THURSDA April 26, 2018 at the hour of 1:30 p.1 or thereabouts, the following describ property, to-wit:

ADDRESS: 205 Wilder Court Wassaw, KY 41095

PIDN: Parcel No. 33-HA-240

Being all of Lot 240 of Homester Acres Subdivision, Section 3, (erron ously stated as Section 1, in current as prior deeds), as set out on Plat A-78-8 in the Gallatin County Clerk's Office Warsaw, Kentucky.

Affidavit of Conversion to Re Estate of record in Book M2 (eroneously stated as Book M62 current deed), Page 145, for a Manifactured / Mobile Home: Mak Redmon; Model: Montere; Seris VIN Number: 11265162; Title Number: 032110390005; Model Numbe RMMR286.

BEING the same property conveyed I Donn N. Boatman and Phoebe Boa man, husband and wife, by Deed date November 28, 2012 and records December 6, 2012, of record in December 6, 2012, of re

Said property shall be sold for the pupose of collecting the following judyment debt: A judgment in favor of the plaintiff(s) in the amount of \$6,172.2 together with interest, assessment taxes and costs herein expended.

TERMS OF SALE: The property sha be sold as a whole. The purchaser ma pay all or part of the purchase price i cash, and may pay the balance of th purchase price on a credit of 30 day after date of sale; said credit shall b granted only upon the execution by th purchaser of bond, with surety thereon and said surety shall be a lending it stitution, fidelity or surety compan authorized and doing business in Ker tucky or other surety approved by th Master Commissioner; an authorize officer of the surety must be present a the sale or must have given the Mas ter Commissioner adequate assurance of its intent to be surety prior to or a the sale; said Bond shall be, and sha remain, a lien on the property sold a additional security for the payment c the full purchase price, and shall bay the full force and effect of a Judgmen and said Bond shall bear interest at th rate of Twelve (12%) Percent per an num until paid. The purchaser shall b required to pay the sum of 10% of th bid amount in each or certified check of the nurchase at the time of sale. Risk o loss shall pass to the successful bidde at the close of the sale. The success ful bidder at the sale shall, at bidder' own expense, carry fire and extende insurance coverage on any improve ments from the date of sale until th purchase price is fully paid, with a los payable clause to the Master Commis sioner of the Gallatin Circuit Court Failure of the purchaser to effect such insurance shall not affect the validit of the sale or the purchaser's liability thereunder, but shall entitle, but not re quire, a lien holder herein, after givini notice to the Master Commissioner, to effect said insurance and furnish the policy or evidence thereof to the Mas ter Commissioner, and the premiun thereon or the proper portion thereo shall be charged to the purchaser a

nurchaser's cost. The property shall