



RECEIVED

NOV 22 2016

PUBLIC SERVICE
COMMISSION

November 21, 2016

Dr. Talina R. Mathews
Executive Director
Public Service Commission of Kentucky
211 Sower Boulevard
Frankfort, Kentucky 40602

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

Case No. 2016-00403

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 Carlisle

Dear Dr. Mathews:

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 Carlisle (the "City") pursuant to KRS 278.020(4). In a public meeting held on November 14, 2016, the City Council of Carlisle, Kentucky passed Ordinance No. 7-2016, 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 December 2, 2016.

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,

Allyson K. Sturgeon

Enclosures

RECEIVED
NOV 22 2016
PUBLIC SERVICE
COMMISSION

BEFORE THE

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. 2016-00403
FRANCHISE ESTABLISHED BY THE CITY OF)
CARLISLE, 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 Carlisle, 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 December 2, 2016.

Dated at Louisville, Kentucky, this 21st day of November, 2016.



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 CARLISLE

ORDINANCE NO.7-2016

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

WHEREAS, the City of Carlisle (“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 April 14, 1997 under which that utility provided such service, will expire by its terms; April 14, 2017;

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 become effective with bills rendered April 14, 2017 and upon expiration of the existing franchise agreement, 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.

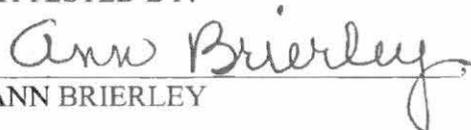
Section 5. All ordinances or parts of ordinances in conflict with the provisions of this Ordinance are hereby repealed.

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 Carlisle City Council on the 10th day of October, 2016; a second reading was held on the 14th day of November, 2016; said Ordinance was READ and APPROVED on the 14th day of November, 2016.

 _____, Mayor
LARRY JOLLY

ATTESTED BY:
 _____ City Clerk
ANN BRIERLEY

MCTC recognizes KY Fame Students during National Apprenticeship Week

November 14 – November 20 marks the second annual National Apprenticeship Week (NAW), proclaimed by President Barack Obama to recognize apprenticeships and the positive impact they have on individuals, businesses and the wider economy nationwide. The United States currently has approximately 375,000 apprentices working with more than 150,000 employers.

Kentucky has its share of apprenticeship programs in a variety of industries, including advanced manufacturing. The KY FAME (Kentucky Federation for Advanced Manufacturing Education) program was started by Toyota in 2009 and has spread throughout Kentucky to help fill the need for multi-skilled technicians. Over 120 employers statewide are participating in the program and the purpose is to implement dual track, apprenticeship-style training that will create a pipeline of highly skilled workers.

Currently there are ten KY FAME chapters across the state of Kentucky. In 2015, the Northeast KY FAME chapter was formed. Peter Feil, Vice President and General Manager of Stober Drives, is the chair of the Northeast chapter and also serves on the state KY FAME board. "Establishing a FAME chapter in our region is the first step by the private sector to create opportunities for individuals to gain needed job skills and work experience to help our economy grow," said Feil. "Private sector leadership in collaboration with our education, workforce and economic development partners is essential for our region to meet the current and future workforce demands."

After being accepted into the program, students earn a two-year degree in Advanced Manufacturing Technician (AMT) while attending classes at Maysville Community and Technical College two full days per week and working in a paid position at a local employer three days



a week. This gives students the opportunity to graduate with a degree and two year's work experience with little to no debt and a potential job.

In August, fifteen students paired up with ten Northeast KY FAME companies to begin their two-year journey. Companies participating in the program are Cooper Standard (Mt. Sterling), CTI Foods (Owingsville), East Kentucky Power (Maysville), KDMK (Mt. Sterling), Morehead Wood Products (Morehead), Regal Beloit (Morehead), SRG Global (Morehead), Stober Drives (Maysville),

the Walker Company (Mt. Sterling) and Tyson Foods (Claryville). "We've learned many things in the class room, from hydraulic models to electrical circuits, but the one thing the KY FAME program has taught me the most is how to be a professional." Austin

Blythe, apprentice currently working with the Walker Company in Mt. Sterling.

"Not only do we cover the technical requirements of the program in the classroom, communication and professional behaviors are being taught as well," claims David Hatton, KY FAME Instructor at MCTC. "The ability to communicate both verbally and written is a must in this modern fast paced industry and the skills the students are learning in this program they will be able to use the rest of their lives."

"Today's sophisticated equipment requires highly trained technical skills for operation and/or maintenance," stated Regal's Plant Manager Randy Norwood. "Regal believes that KY FAME, working in partnership with Kentucky manufacturers will fill this ever increasing need. A solid

education combined with real world work experience is a perfect combination! Regal Supports KY FAME."

If your company would like to learn more about participating in the KY FAME program, if you would like to become a KY FAME participant or if you just want to learn more information, call MCTC's Workforce Solutions at 606-759-7141, ext 66120 or visit www.kyfame.com.

For most Kentuckians, higher education begins at the Kentucky Community and Technical College System (KCTCS). Maysville Community and Technical College is one of 16 KCTCS colleges on 68 campuses and more than 100,000 students. KCTCS is a critical component to transforming the state's economy by providing citizens with the education and training needed for high growth, high wage careers. For more information, visit maysville.kctcs.edu.

NOTICE OF SALE OF FRANCHISE

By virtue of an ordinance heretofore passed by the Council of the City of Carlisle, Kentucky, directing the advertisement for bids and selling of a franchise to use certain streets, alleys, and public grounds of the City of Carlisle, Kentucky for the purpose of owning, operating, equipping and maintaining a system for the transmission and distribution of electric energy. The City Clerk of the City of Carlisle will on December 12, 2016, at or about 7:00 pm, sell at public auction to the highest bidder at the City Hall of City of Carlisle, a franchise 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 said sale shall be made, the full text of which is available for inspection in the office of the City of Carlisle, City Clerk, 107 E. Chestnut, Carlisle, Kentucky. The ordinance by title and summary is as follows. ORDINANCE 7-2016. AN ORDINANCE ESTABLISHING A FRANCHISE AGREEMENT RELATED TO THE TRANSMISSION AND DISTRIBUTION OF ELECTRICAL ENERGY, AND THE PROVISION OF RETAIL ELECTRIC SERVICE IN AREAS HERETOFORE SERVED BY KENTUCKY UTILITIES COMPANY

Ann Brierley, City Clerk

Published in the Carlisle Mercury on 11.16.16

Give Thanks

Thanks for the trust you have placed in my agency and Shelter Insurance. May we continue to serve your insurance needs in the years to come.

Bill Clark
152 Old Paris Rd
Carlisle, KY
859-289-2500

We're your Shield.
We're your Shelter.

Will's Family Grill and Deli

"COME ON BY & FILL YOUR BELLY"

Breakfast & Lunch Specials

Deli Sale: Nov. 16 until Nov. 23

- Bluegrass Cooked Country Ham - \$8.59 per lb. Whole Ham - \$7.59 per lb.
- Bluegrass Smoked Ham - \$4.99 per lb.
- Oven Roasted or Cajun Turkey - \$5.99 per lb.
- Colby Cheese - \$4.99 per lb.
- American Cheese - \$4.99 per lb.

165 Myers Road • Carlisle, KY
(859) 405-4121

It's a go.

The Nicholas County Public Library Board of Trustees would like to invite you to our grand opening ceremony.

November 17th 10:00am - 12:00pm

1000 S. Main Street, Nicholasville, KY 40350

The Blue Rose: Creative Interiors

Custom Painted Furniture - choose from our unique show pieces - or bring in your own pieces for a fresh new look

Vintage Finds - Gifts - Modern Decor - Kentucky Proud - Open Window Soaps - Lighthouse Candles - Bybee Pottery

Hours: Monday 11-5 Friday 10-4 Tuesday-Wednesday-Thursday-Saturday 10-5

26 S Maysville St., Mt. Sterling, KY • (859)585-1636

Like us on facebook - [facebook.com/thebluerosecreates](https://www.facebook.com/thebluerosecreates)
www.thebluerosecreates.com

Want to advertise with the KyNewsGroup???

Call the Ad Manager
Jeremiah Brown at
859-473-2259

He can put you into 6 of our publications

Big Sandy News, The Carlisle Mercury, The Flemingsburg Gazette, The Robertson County Mercury, The Bath County News Outlook, The Menifee County News Outlook

Commonwealth of Kentucky
City of Carlisle
Ordinance No. 7-2016

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, ALLEY AND OTHER PUBLIC PLACES IN THE CITY OF CARLISLE, KENTUCKY, FOR FURNISHING AND SELLING ELECTRICITY BY MEANS OF SAID FACILITIES, AND PROVIDING FOR THE SALE OF SAID FRANCHISE.

WHEREAS, the City of Carlisle ("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 April 14, 1997 under which that utility provided such service, will expire by its terms, April 14, 2017;

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 become effective with the date rendered April 14, 2017 and upon expiration of the existing franchise agreement, 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 effect the remainder of this Ordinance or the attached Agreement, as applicable.

Section 7. This 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 Carlisle City Council on the 10th day of October, 2016, a second reading was held on the 14th day of November, 2016, said Ordinance was READ and APPROVED on the 14th day of November, 2016.

Larry Jolly, Mayor
Attested by:
Ann Brierley, City Clerk

Published in the Carlisle Mercury on 11.16.16