DEC 1 3 2017

PUBLIC SERVICE COMMISSION

Case No. 2017-00464



December 13, 2017

Mr. John Lyons Interim 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

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 North Middletown

Dear Mr. Lyons:

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 North Middletown (the "City") pursuant to KRS 278.020(5). In a public meeting held on September 19, 2017, the City Council of North Middletown, Kentucky passed Ordinance No. 2017-9, 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 18, 2017.

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.

Jon allyson Sturgeon

If you have any questions, please do not hesitate to contact me.

Very truly yours,

Allyson K. Sturgeon

Enclosures



DEC 1 3 2017

BEFORE THE KENTUCKY PUBLIC SERVICE COMMISSION

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. 2017-00464
FRANCHISE ESTABLISHED BY THE CITY OF)
NORTH MIDDLETOWN, KENTUCKY)

APPLICATION

The Applicant, Kentucky Utilities Company ("KU"), respectfully states as follows:

- 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(5) 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 North Middletown, 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 18, 2017.

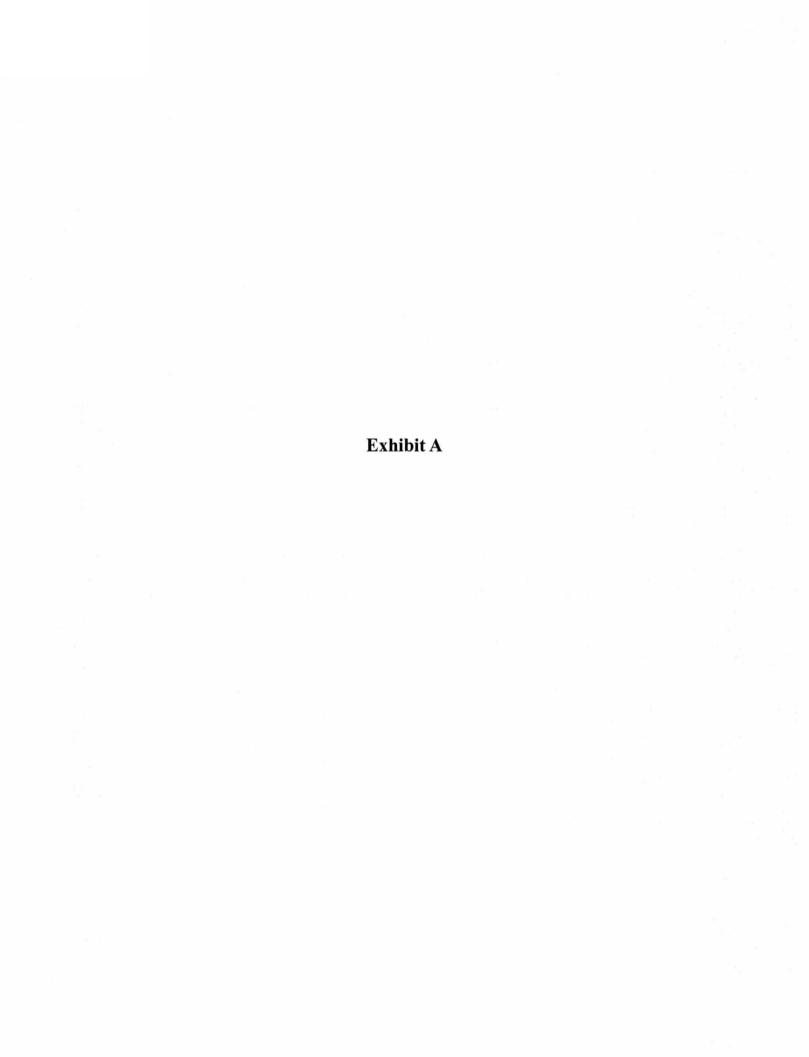
Dated at Louisville, Kentucky, this 13th day of December, 2017.

Allyson K. Sturgeon Senior Corporate Attorney

Kentucky Utilities Company

220 West Main Street Louisville, Kentucky 40202

(502) 627-2088



COMMONWEALTH OF KENTUCKY CITY OF NORTH MIDDLETOWN

ORDINANCE NO. 2017-9

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, UTILITY EASEMENTS AND OTHER PUBLIC PLACES IN THE CITY OF NORTH MIDDLETOWN, KENTUCKY: FOR FURNISHING AND SELLING ELECTRICITY BY MEANS OF SAID FACILITIES; AND PROVIDING FOR THE SALE OF SAID FRANCHISE.

WHEREAS, the City of North Middletown ("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, utility easements and other public places;

WHEREAS, the franchise granted to and acquired by Kentucky Utilities Company on February 17, 1998, under which that utility provided such service, will expire by its terms; February 17, 2018.

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 BY THE CITY OF NORTH MIDDLETOWN:

- <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 become effective with the first billing cycle on or after the 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.

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

<u>Section 6</u>. 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.

<u>Section 7.</u> 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 in summary as required by law. Read at a meeting of the North Middletown City Commission on the 15th day of August, 2017; a second reading was held on the 19th day of September, 2017; said Ordinance was APPROVED on the 19th day of September, 2017.

JEFF MCFARLAND, MAYOR

BETSY FRAZIER, CITY CLERK



Brandy Graves of the Bourbon County Farm Bureau Women's Committee, accepts the 2017 Gold Star Award of Excellence from Vicki Bryant, chair of the Kentucky Farm Bureau state Women's Committee. The award was presented during a December 1 recognition program at the 98th Kentucky Farm Bureau annual meeting.

Bourbon County Farm Bureau Receives 2017 Women's Gold Star Award of Excellence

Louisville, KY (December 1, 2017) - Recognized for the achievements of its women's program this year, Bourbon County Farm Bureau received the 2017 Gold Star Award of Excellence during Kentucky Farm Bureau's annual meeting in Louisville. The award honors county Women's Committees for active participation in leadership development programs, agricultural promotion, educational initiatives and numerous other aspects of support to the local Farm Bureau.

Kentucky Farm Bureau, with more than 478,000 member families statewide, is the state's largest general farm organization.

Approximately 2.000 members attended KFB's 98th annual meeting in Louisville, November 29-December 2, to recognize this year's individual and organizational achievements and adopt policy for 2018. To view all the updates released from this year's annual meeting, visit KYFBNews-



BOURBON CENTRAL FOOD FIGHT WINNERS - First row: Drew Dotson, Andrew Elder, Sawyer Kirk, Julissa St. Amant, Lilli Fisher, and Maci Brown. Back row Braden Goebel, Tristan Emanuel, Stephanie Alvarado, Casev Clift, Emma Dahlstrom, and Mollee Snapp.



Winners Are Announced For **Kiwanis Club Food Fight Challenge**

The winners are: Paris High School with 350 food items, Bourbon Middle with 1700 food items and Bourbon Central Elementary with a whooping 2942 non-perishable food items collected. The Kiwanis Club of Paris purchased 54 turkeys to distribute to deserving families in our community. Bourbon Co. and

helped organize the food in the cafeteria at Bourbon Middle School and helped assemble all 108 boxes of food for the families. Enough food was raised for 2 boxes each.

Bourbon Central Elementary was able to collect so much because they came up with the idea of 'Kiss a Pig' contest. If they brought in 1000 Paris High School Key Clubs food items then the assistant ing. Danita held the pig as each

goal the principal stated if they kids absolutely loved it. raised 1500 then he would KISS a pig. When that was would like to thank each and items they held a pep rally with parent and friends who donated Danita Earlywine, k-kids ad- to this food drive. The winners visor, as the pig handler. They will each have the plaque from also had a drawing for one of the Kiwanis in their schools to the teachers to join in the kiss- display for the coming year.

principal would have to KISS one of the lucky winners got to a pig. When they reached that give the pig a big old kiss. The

The Kiwanis Club of Paris reached with close to 3000 every school, students, teacher,

Annual Advent Musical Meditations To Be Held At St. Peter's Episcopal Church

At a time when we feel we have no time or money to spare, that's when only one hour of slowing down, relaxing to special musical presenta-tions, and enjoying a free lunch provided by St. Peter's Episcopal Church is just the ticket to put balance back in our lives.

These lunchtime presentations have always been free to the public and what better way to soothe our souls in an otherwise hurried, busy time than with beautiful music and a free, warm lunch," says the Reverend Chris Brannock. "Beginning at noon, it's just one hour in the day to gear down, enjoy camaraderie with our community, and to stop and refill our

minutes, lunch is served after- the pipe organ community. wards, and you're back in your groove within an hour, but with a much lighter heart."

Tuesday, December 12 -The Nutcracker presented by organist Owen Sammons, is a classic Christmas fairvtale written in 1816 by German author E. T. A. Hoffmann, that tells the story of a young girl whose favorite new Christmas toy, a handsome Nutcracker, comes alive and, after defeating the evil Mouse King in battle, whisks her away to a magical kingdom populated by

A resident of Paris for ten years, Mr. Sammons is one of Kentucky's most sought-af-

In the past two years, the organ at St. Peter's has evolved from a once "serviceable" instrument into one of power and versatility through an extensive digital overhaul of all its components. Sammons' performance of this score is breathtakingly beautiful and one to not miss to get into the spirit of Christmas.

Tuesday, December 19 St. Peter's will be rockin' around the Christmas tree and there will be smiles all around when the award-winning musical students of the Bourbon County High School Jazz Band will perform Christmas selections for the lunchtime crowd.

Michael Stone, and their musical presentation is sure to make your season bright.

The presentations will be followed by a warm, light lunch served in the Dave Parrish-Norton Clay Parish Hall. There is no charge for the performance or the lunch. but a donation will be greatly appreciated if you are so inclined.

St. Peter's Church is located at 311 High Street, behind the Bourbon County Courthouse and beside the Bourbon County Fire Department. For more information, please call St. Peter's at 859-987-2760 or email at office@ stpetersparis.org.

NOTICE OF SALE OF FRANCHISE

By virtue of an ordinance heretofore passed by the Commission of the City of North Middletown Kentucky, directing the advertisement for bids and selling of a franchise to use certain streets, alleys, and public grounds of the City of North Middletown Kentucky for the purpose of owning, operating, equipping and maintaining a system for the transmission and distribution of electric energy. The City Clerk of North Middletown, will on December 19, 2017, at or about 6:00 p.m., sell at public auction to the highest bidder at the City Hall of North Middletown, 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 North Middletown City Clerk, 3287 North Middletown Road, North Middletown, Kentucky. The ordinance by title and summary is as follows: ORDINANCE # 2017-9. AN ORDINANCE ESTABLISH-ING A FRANCHISE AGREEMENT RELATED TO THE TRANSMIS-SION AND DISTRIBUTION OF ELECTRICAL ENERGY, AND THE PROVISION OF RETAIL ELECTRIC SERVICE IN AREAS HERE-TOFORE SERVED BY KENTUCKY UTILITIES COMPANY.

Betsy Frazier, North Middletown City Clerk

Published December 6, 2017.