

FRANCHISE AGREEMENT

THIS FRANCHISE AGREEMENT entered into effective March 1, 2012, by and between the CITY OF HAWESVILLE, KENTUCKY (“Franchisor”) and KENERGY CORP., Post Office Box 18, Henderson, KY 42418 (“Franchisee”);

WHEREAS, the City of Hawesville advertised for bids for a non-exclusive franchise to construct, maintain, operate, repair and remove an electric transmission and/or distribution system;

WHEREAS, Kenergy Corp. was a successful bidder for the franchise; and

WHEREAS, the terms and conditions of the franchise are stated in Ordinance 12-001 of the City of Hawesville, KY;

NOW, therefore, the parties hereby AGREE that Kenergy Corp. is awarded a non-exclusive franchise to construct, maintain, operate, repair and remove an electric transmission and/or distribution system for a period of five (5) years commencing March 1, 2012, and continuing thereafter until expiration. The annual fee for the franchise is \$5,000.00 payable on or before March 1, 2012. The terms and conditions of the franchise are as set forth in Ordinance 12-001 which is incorporated by reference herein.

This the date above written.

CITY OF HAWESVILLE, KY

By Rita Stephens
Rita Stephens, Mayor

ATTEST

Barbara Spencer
Barbara Spencer, City Clerk

KENERGY CORP.

By Gregory Starheim
Gregory Starheim, President and CEO

