

Kentucky Power 1400 East Main Street Hazard, KY 41701 KentuckyPower.com

#### December 8, 2014

TO: • The Mayor and Members of Town Vicco City of Vicco Perry County, Kentucky

Honorable Mayor and City of Vicco Members:

The undersigned, Kentucky Power Company d/b/a American Electric Power, a corporation organized and existing under the laws of the Commonwealth of Kentucky, hereby offers to purchase the right, privilege, franchise and authority to erect and operate an electric light and power system in the City of Vicco, Perry County, Kentucky, such franchise to run for a period of twenty years and to contain all rights and privileges and to be subject to all conditions prescribed by the Ordinance (or Resolution), directing the sale of the same and adopted by the City Vicco on the day of 27<sup>th</sup> day of October, 2014.

The Company offers to pay an annual sum equal to twenty-five percent (25%) of the total amount, excluding any applicable tax and/or any applied fuel adjustment clause, paid by the City of Vicco to Kentucky Power Company, d/b/a American Electric Power, for street lighting purposes during the preceding twelve (12) months. Each annual payment will be made within forty-five (45) days after each anniversary of the effective date of the franchise.

We attach and file herewith, as part of this bid and purchase offer, a copy of the Certificate of Convenience and Necessity issued by the Order of the Public Service Commission of Kentucky, Case No. 2014-00326, dated September 18, 2014, authorizing Kentucky Power Company, d/b/a American Electric Power to bid.

The undersigned, Kentucky Power Company, d/b/a American Electric Power, already owns and operates in the City of Vicco, plant and equipment sufficient to render the services required under the terms and provisions of the Ordinance directing the sale, and is now furnishing adequate service to the City and its inhabitants.

Respectfully submitted this 10th day of December, 2104.

KENTUCKY POWER COMPANY

d/b/a ANA RICAN ELECTRIC POWER



## ORDINANCE GRANTING ELECTRIC FRANCHISE TO KENTUCKY POWER COMPANY D/B/A AMERICAN ELECTRIC POWER

Ordinance No. 14-01, January 30, 2015

The City Commissioners of the City of Vicco, Perry County, Kentucky, does ordain as follows:

## SECTION 1

The Kentucky Power Company d/b/a American Electric Power, its successors and assigns, hereinafter called grantee, is granted the franchise, privilege, right and authority to acquire, maintain, construct and operate in, above, under, across and along the public ways other public places (as the same now exist or may hereinafter be laid out) of the City of Vicco, Perry County, Kentucky, lines, poles, and equipment for the transportation, transmission and distribution of electric energy, either by means of overhead or underground conductors, with all the necessary or desirable appurtenances for the purpose of supplying electric energy to said City and the inhabitants thereof, and the persons and corporations beyond the limits thereof, for light, heat, power, and any other purpose or purposes for which electric energy is now or may hereafter be used, and for the transmission of the same within, through or across said City.

# SECTION NO. 2

Said lines and appurtenances shall be constructed R = C = Vinterfere as little as possible with the traveling public in 2/9/2015

> PUBLIC SERVICE COMMISSION OF KENTUCKY

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use of the streets, thoroughfares, alleys, sidewalks, bridges, public ways and public places.

### SECTION NO. 3

The franchise, privilege, right and authority shall be in full force and effect for a period of twenty (20) years from the date of the passage of the ordinance granting it.

## SECTION NO. 4

The grantee of this franchise shall save the City harmless from any and all liability arising in any way from negligence of the grantee in the erection, maintenance, or operating of said lines and appurtenances.

## SECTION NO. 5

The grantee of this franchise shall have the right and privilege to take up such portion or part of any pavement and make such excavation in the streets, thoroughfares, alleys, sidewalks, bridges, public ways and other public places of the City of Vicco, as may be deemed necessary for the construction and maintenance of its lines, wires, or cables, but whenever the grantee of the franchise shall begin the erection of any lines or other equipment, it shall promptly and diligently prosecute the work until completion and leave the streets, thoroughfares, alleys, sidewalks, bridges, public ways and other public places where such work is done in as good condition of repair as before such work was commenced.

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## SECTION NO. 6

Wherever in this franchise either the City of Vicco or the grantee thereof is referred to, it shall be deemed to include the respective successors and assigns of either, and all rights, privileges, and obligations contained in this franchise shall be binding upon, and inure to the benefit of, the respective successors and assigns of said City and said grantee, whether so expressed or not.

### SECTION NO. 7

The grantee of this franchise to be offered for sale may make such rules and regulations, covering the furnishing of said electric energy, as may be fair and reasonable and consistent with the standard practice of the grantee. Said grantee may charge such rates for electric services as shall be fair and reasonable. The said grantee shall render service under said franchise of like quality, that is, adequate, efficient and reasonable, to that now being rendered to said City.

# SECTION NO. 8

The consideration paid by the successful bidder for the franchise, privilege, right and authority provided for herein shall be complete compensation and consideration for the sale of said franchise, privilege, right and authority and for the use and occupancy of the streets, thoroughfares, alleys, sidewalks, bridges, public ways and other public places of the City, imaging BRANCH of any street of alley rental or of any charge for the streets

2/9/2015

PUBLIC SERVICE COMMISSION OF KENTUCKY occupancy of said streets, thoroughfares, alleys, sidewalks, bridges, public ways, or other public places of the City, and in lieu of any pole tax or meter tax.

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### SECTION NO. 9

This Ordinance granting this franchise shall be accepted by the grantee thereof within sixty (60) days from the date of its passage.

### SECTION NO. 10

All Ordinances and parts of Ordinances in conflict herewith, to the extent of such conflict only, are hereby repealed.

### SECTION NO. 11

This Ordinances shall be in full force and effect upon its passage by the City Commission.

Johnny Cummings Mayor CITY OF VICCO PERRY COUNTY, KENTUCKY

ATTEST:

CITY OF Vicco, ( Perry COUNTY, KENTUCKY.

INTRODUCED AND FIRST READING: SECOND READING:





Kentucky Power 1400 East Main Street Hazard, KY 41701 KentuckyPower.com

2/9/2015

PUBLIC SERVICE COMMISSION OF KENTUCKY

#### ACCEPTANCE

TO THE MAYOR AND CITY COUNCIL THE CITY OF VICCO, KENTUCKY

WHEREAS, on the 26th day of January, 2015, the City Council

of the City Vicco, Kentucky, passed Ordinance 14-01 entitled:

## ORDINANCE NO.

An Ordinance of the City Council of the City of Vicco, Kentucky, granting to Kentucky Power Company, its successors and assigns, a twenty (20) year franchise, privilege, right and authority to acquire, maintain, construct and operate in, above, under, across, and along the streets, thoroughfares, alleys, sidewalks, bridges, publicways, and other public places of the City of Martin, Kentucky, and its successors and assigns, lines, poles, and equipment for the transportation, transmission and distribution of electric energy to the City of Vicco and the inhabitants thereof and the persons and corporations beyond the limits thereof for light, heat, power and other purposes and for the transmission, transportation, and distribution of same within, through or across said City.

WHEREAS, the undersigned, Kentucky Power Company, is willing to accept said Ordinance granting said franchise in accordance with the terms and conditions therein set forth.

NOW, THEREFORE, the said Kentucky Power Company hereby assents to and accepts the terms and provisions of said Ordinance and agrees to be bound and abide by said terms and provisions as in said Ordinance set forth.

IN WITNESS WHEREOF, said Kentucky Power Company, a Kentucky corporation, has caused its name to be hereunto affixed by its President, its seal to be affixed and the same to be attested by its Assistant Secretary on this the \_\_\_\_ day of \_\_\_\_\_, 2015.

KENTUCKY POWER COMPANY ΒY )PÁULEY, GREGORY)& AMERICAN-ELECTRIC POWER, KENTUCKY STATE PRESIDENT

I, Malad Mala Clerk of the City of Vicco, Kentucky, do hereby certify that the above is a true copy of the Acceptance by Kentucky Power Company of an electric franchise Ordinance passed by the City Council of said City on the  $M^{H}$ day of  $M^{H}$ , 2015.

Received and filed this the  $30^{\text{M}}$  day of  $\bigcirc$ 2015. CLERK

(KPC83)

