

## FRANCHISE AGREEMENT

**THIS FRANCHISE AGREEMENT** made and entered into this 21st day of October, 2025, by and between the **CITY OF WINCHESTER**, a municipal corporation and political subdivision of the Commonwealth of Kentucky (hereinafter "Winchester"), and **KENTUCKY UTILITIES COMPANY**, a corporation created and existing under and by virtue of the laws of the Commonwealth of Kentucky, (hereinafter "KU").

### WITNESSETH:

**WHEREAS**, by Ordinance No. 20-2025, Winchester provided for the creation and sale of a non-exclusive franchise, for the transmission, distribution and sale of electricity within the public rights-of-way of the City of Winchester for an initial ten (10) year period; and

**WHEREAS**, Ordinance No.20-2025 authorized the advertising for bids on said franchise, and KU submitted a timely bid to acquire said franchise; and

**WHEREAS**, by Order No. 2025-223, Winchester accepted the bid of KU to acquire said franchise; and

**WHEREAS**, Winchester and KU have entered into this Franchise Agreement to memorialize the sale by Winchester to KU of said franchise subject to the terms and conditions reflected in Ordinance No. 20-2025 and Order No. 2025-223.

**NOW THEREFORE**, for and in consideration of the mutual covenants and agreements contained herein the receipt and sufficiency of which are hereby acknowledged, Winchester and KU hereby agree to incorporate the foregoing recitals as if fully set forth herein and further agree as follows:

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1. Ordinance No. 20-2025, which is attached hereto as Exhibit "A", is incorporated herein by reference in its entirety and shall apply as if fully set forth herein.

2. The bid of KU for said franchise, which is attached hereto as Exhibit "B", is incorporated herein by reference in its entirety and shall apply as if fully set forth herein.

3. Order No. 2025-223 which is attached hereto as Exhibit "C", is incorporated herein by reference in its entirety and shall apply as if fully set forth herein.

3. Winchester has granted unto KU a non-exclusive franchise, for the transmission, distribution and sale of electricity within the public rights-of-way of the City of Winchester for a ten (10) year period.

4. The franchise memorialized in this Franchise Agreement shall commence November 1, 2025 and shall expire as provided in the terms and provisions of Ordinance No. 20-2025.

5. KU does hereby bind itself, its successors and assigns, to faithfully and fully perform each and every condition of said franchise as memorialized in this Agreement, and further to faithfully perform all acts required of it as the purchaser of said franchise.

6. This Franchise Agreement memorializes the agreement between the parties contained and embodied in Ordinance No. 20-2025 and shall be binding upon and inure to the benefit of the respective successors in interest to the parties hereto.

**IN WITNESS WHEREOF**, Winchester and KU have executed this Franchise Agreement as their free and voluntary act and deed effective as of the day and year first above written.

[Signatures on following page]

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CITY OF WINCHESTER

BY:

Joellen Reed  
JOELLEN REED, MAYOR

ATTEST:

Joy L. Curtis  
JOY L. CURTIS, CITY CLERK

KENTUCKY UTILITIES COMPANY

BY:

[Signature]

STATE OF KENTUCKY )  
COUNTY OF FAYETTE )

The foregoing Franchise Agreement was subscribed, sworn to and acknowledged before me  
by Shannon Montgomery, as VP of Customer Services of KENTUCKY UTILITIES COMPANY, on this the  
31<sup>st</sup> day of October, 2025.

My commission expires:

March 26, 2026



Valerie Phillips  
NOTARY PUBLIC  
KENTUCKY, STATE-AT-LARGE

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Exhibit List

- A Ordinance 21-2025
- B Bid
- C Order No. 2025- 223

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**CITY OF WINCHESTER****ORDINANCE NO. 20-2035**

AN ORDINANCE CREATING AND ESTABLISHING FOR BID A NON-EXCLUSIVE ELECTRIC FRANCHISE FOR THE PLACEMENT OF FACILITIES FOR THE TRANSMISSION, DISTRIBUTION AND SALE OF ELECTRICAL ENERGY WITHIN THE PUBLIC RIGHT-OF-WAY OF THE CITY OF WINCHESTER FOR A TEN (10) YEAR DURATION, IMPOSING A FRANCHISING FEE OF THREE PERCENT (3%) FRANCHISEE'S GROSS ANNUAL REVENUES FROM THE SALE OF ELECTRICAL ENERGY WITHIN THE CITY OF WINCHESTER; AND RESERVING THE RIGHT TO IMPOSE A FRANCHISE FEE IN AN AMOUNT UP TO FIVE PERCENT (5%) OF FRANCHISEE'S GROSS RECEIPTS PER YEAR FROM THE FRANCHISEE'S SALE OF ELECTRICITY TO ELECTRIC-CONSUMING ENTITIES INSIDE THE CITY OF WINCHESTER'S CORPORATE LIMITS AND FURTHER PROVIDING FOR COMPLIANCE WITH RELEVANT LAWS, REGULATIONS AND STANDARDS; INDEMNIFICATION; INSURANCE; CANCELLATION OR TERMINATION; AND BID REQUIREMENTS; ALL EFFECTIVE ON DATE OF PASSAGE.

**BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WINCHESTER:****SECTION 1. –**

(a) There is hereby created a non-exclusive franchise to enter upon, lay, acquire, construct, operate, maintain, install, use, and repair. in the Right-Of-Way of the City, a system or works for the generation, transmission, and distribution of electrical energy within the corporate boundaries of the City as it now exists or may hereafter be constructed or extended, subject to the provisions of this Ordinance. Such system may include pipes, wire, manholes, ducts, structures, stations, towers, amplifiers, poles, overhead conductors and devices, underground conductors and devices, transformers, and any other apparatus, equipment and facilities (collectively, "Equipment") necessary, essential, and/or used or useful to the distribution and sale of electric service through the City and to any other town or any portion of the county or to any other county ("Services"). Additionally, the Company shall have the right to use the streets with its service and maintenance vehicles in furtherance of this Franchise. Unless there is an emergency, prior to beginning the construction or installation of any new equipment under this Franchise, the Company shall obtain

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any necessary governmental permits for such construction or installation, copies of which it shall provide to the City. Work performed by the Company under this Franchise shall be performed in a workmanlike manner and in such a way as not to unnecessarily interfere with the public's use of City streets. Whenever the surface of any City street is opened, it must be restored at the expense of the Company within a reasonable time to a condition comparable to what it was prior to the opening thereof.

(b) The Company will replace segments of existing overhead facilities within the Right-Of-Way with underground facilities at the request of and cost to the City in accordance with its general underground practices and procedures and rules established by the Kentucky Public Service Commission. Subject to such practices and procedures and rules, repairs or replacements of existing facilities or construction of new facilities within areas where existing facilities have been placed underground at the request of the City also shall be placed underground; provided, however, the City pays incremental costs associated with placing new facilities in such areas underground, if any.

SECTION 2. The following definitions apply to this Ordinance:

*City Commission or Commission* means the legislative body of the City of Winchester.

*Company* means the Party or Person that shall become the purchaser of said franchise, or any successor or assignee of such Party or Person.

*Facility* includes all property, means, and instrumentalities owned, operated, leased, licensed, used, furnished, or supplied for, by, or in connection with the business of the utility in the Right-Of-Way.

*City* means the City of Winchester.

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*Gross Receipts* means those amounts of money which the Company receives from its customers within the City's geographical limits or boundaries for the retail sale of electricity under rates, temporary or permanent, authorized by the Kentucky Public Service Commission and represents amounts billed under such rates as adjusted for refunds, the net write-off of uncollectible accounts, corrections or other regulatory adjustments. Gross Receipts does not include miscellaneous service charges, including but not limited to turn ons, meter sets, non-sufficient funds, late fees and interest, which are related to but are not a part of the actual retail sale of electricity.

*Party or Person* means any natural or corporate person, business association or other business entity including, but not limited to, a partnership, a sole proprietorship, a political subdivision, a public or private agency of any kind, a Utility, a successor or assign of any of the foregoing, or any other legal entity.

*Public Utility or Utility* means a Party or Person that is defined in KRS Chapter 278.010 as a utility and (i) is subject to the jurisdiction of the Kentucky Public Service Commission or the Federal Energy Regulatory Commission, or (ii) is required to obtain a franchise from the City to use and occupy the Right-Of-Way pursuant to Sections 163 and 164 of the Kentucky Constitution.

*Right-Of-Way* means the surface of and the space above and below a public roadway, highway, street, freeway, lane, path, sidewalk, alley, court, boulevard, avenue, parkway, cartway, bicycle lane or path, public sidewalk, or easement held by the City for the purpose of public travel and shall include Rights-Of-Way as shall be now held or hereafter held by the City.

SECTION 3. The Franchise created herein shall be non-exclusive and shall continue for a period of ten (10) years from and after the effective date of this Ordinance, as set forth in Section





5. The Company may, at its option, terminate this Franchise upon forty-five (45) days' written notice if (a) the City breaches any of its obligations hereunder and such breach is not cured within thirty (30) days of the Company's notice to the City of such breach; (b) the Company is not permitted to pass through to affected customers all fees payable by it under Section 9 herein; or (c) the City creates or amends any ordinance or regulation which, in the Company's sole discretion, would have the effect of (i) substantially altering, amending or adding to the terms of this Ordinance, (ii) substantially impairing the Company's ability to perform its obligations under the Franchise in an efficient, unencumbered and profitable way; or (iii) preventing the Company from complying with applicable statutes or regulations, rules or orders issued by the Kentucky Public Service Commission. Without diminishing the Company's rights under this Section 3, the City agrees that to the extent it desires to pass or amend an ordinance or regulation which could have the effect of substantially (i) altering, amending, or adding to the terms of this Ordinance; (ii) impairing the Company's ability to perform its obligations under this Franchise in an efficient, unencumbered and profitable way; or (iii) preventing the Company from complying with applicable statutes or regulations, rules or orders issued by the Kentucky Public Service Commission, that it will first discuss such proposed ordinance or regulation with the Company and the parties shall negotiate in good faith regarding the same.

SECTION 4. The Company is authorized to operate throughout all the territory within the corporate limits of the City for which it is authorized under state or federal law.

SECTION 5. This Ordinance shall become effective on the date of its passage and publication as required by law. The Franchise created by this Ordinance shall take effect no earlier than thirty (30) days after the City Commission accepts the bid(s).

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SECTION 6. Subject to Section 3 hereof, the Company will comply with all applicable provisions of lawful City ordinances and regulations (including any amendments thereto) including, but not limited to Code of Ordinances Chapter 15 Article III, unless such provisions (i) conflict with or impair the Company's ability to comply with any rule, regulation or order issued by the Kentucky Public Service Commission related to the Company's rates or services, or otherwise (ii) are preempted by the action of any state or federal authority with jurisdiction over the Company.

The Company shall not be excused from complying with any of the terms and conditions of this Ordinance by any failure of the City, upon any one or more occasions, to insist upon the Company's performance or to seek the Company's compliance with anyone or more of such terms or conditions.

SECTION 7. Rights Reserved by City. Subject to the above provisions, the Franchise created by this Ordinance is expressly subject to the right of the City: (i) to repeal the same for misuse, nonuse, or the Company's failure to comply with applicable local, state or federal laws; (ii) to impose such other regulations as may be determined by the City to be conducive to the safety, welfare and morals of the public; and/or (iii) to control and regulate the use of its Right-Of-Way.

SECTION 8. As consideration for the granting of the Franchise created by this Ordinance, the Company agrees it shall defend, indemnify, and hold harmless the City from and against claims, suits, causes of action, proceedings, judgments for damages or equitable relief, and costs and expenses asserted against the City that the Company's use of the Right-Of-Way or the presence or operation of the Company's equipment on or along said Right-Of-Way has caused damage to tangible property or bodily injury, if and to the extent such damage or injury is not

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caused by the City's negligence. The City shall notify the Company in writing within a reasonable time of receiving notice of any issue it determines may require indemnification

**SECTION 9. Franchise Fees.**

- (a) As compensation for the Franchise created by this Ordinance to the Company, the City shall receive payment of a total annual fee of three percent (3%) of gross receipts per year from the Company's sale of electricity to all electric-consuming entities (which includes businesses, industrial facilities and residential dwellings) inside the City's corporate limits; *provided, however*, that such fee shall be payable by the Company only if and to the extent the Company is authorized by the Kentucky Public Service Commission (or its successor) to pass through such fee to the entities served by it inside the City's corporate limits.
- (b) The City shall have the right to access a franchise fee in an amount up to five percent (5%) of gross receipts per year from the Company's sale of electricity to electric-consuming entities (which includes businesses, industrial facilities and residential dwellings) on or after the later of ninety (90) days after the date of the written notice or the effective date of the franchise fee specified in the City's notice.
- (c) Payment of any amount due under this Franchise shall be made on a quarterly basis within forty-five (45) days of the end of the preceding payment period.
- (d) No acceptance of any franchise fee payment by the City shall be construed as an accord and satisfaction that the amount paid is in fact the correct amount nor shall acceptance be deemed a release to any claim the City may have for future or additional sums pursuant to this Franchise. Any additional amount due to the City shall be paid within ten (10) days following written notice to the Company by the City.

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- (e) As further consideration for the granting of this Franchise, the Company agrees to pay all publication costs the City incurs in the granting of this Franchise. The above-mentioned costs shall be invoiced by the City to the Company and the Company shall pay said costs within thirty (30) days of receipt of said invoice.
- (f) Any other fees assessed to the Company in connection with the Company's use of the City's public ways, including fees associated with permits and licenses of whatever nature, shall be payable by the Company only if and to the extent the Company is authorized by the Kentucky Public Service Commission (or its successor) to pass through such fees to the entities served by it inside the City's corporate limits.
- (g) To the extent the Company actually incurs other reasonable incremental costs in connection with its compliance with the City's ordinances, the City agrees that the Company may recover such amounts from its customers pursuant to the terms of a tariff filed with and approved by the Kentucky Public Service Commission, if otherwise permitted by law.
- (h) The City shall notify the Company, at least thirty (30) days prior to the effective date, of any annexations or other changes in the City's boundaries and provide the Company a list, in electronic format, of all addresses within the territory annexed or added to or de-annexed or otherwise removed from the Government's limits that are to be served by the Company.

**SECTION 10.** The Company shall maintain in force through the term of the Franchise insurance coverage for general liability insurance, auto liability and workers compensation, in accordance with all applicable laws and regulations. The Company shall maintain a general liability and auto liability coverage minimum limit of \$2,000,000 per occurrence. The Company may elect to self-insure all or part of this requirement.

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**SECTION 11.** The Company agrees to charge such rate or rates as may from time to time be fixed by the Public Service Commission of Kentucky or any successor regulatory body.

**SECTION 12.**

(a) In addition to all other rights and powers pertaining to the City by virtue of the Franchise created by this Ordinance or otherwise, the City, by and through its City Commission, reserves the right to terminate and cancel this Franchise and all rights and privileges of the Company hereunder in the event that the Company:

(1) Willfully violates any material provision of this Franchise or any material rule, order, or determination of the City made pursuant to this Franchise, except where such violation is without fault or through excusable neglect;

(2) Willfully attempts to evade any material provision of this Franchise or practices any fraud or deceit upon the City;

(3) Knowingly makes a material misrepresentation of any fact in the application, proposal for renewal, or negotiation of this Franchise;

(4) If experiencing a foreclosure or other judicial sale of all or a substantial part of the Company's Facilities located within the City of Winchester, the Company shall provide the City at least thirty (30) days advance written notice of such foreclosure or sale; or

(5) Is no longer able to provide regular and customary service to its customers in the franchise area.

(b) Prior to attempting to terminate or cancel this Franchise pursuant to this section, the City's Mayor or his or her designee, or the City Commission shall make a written demand that the Company do or comply with any such provision, rule, or order

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or determination. If the violation, found in Section 12(a), by the Company continues for a period of thirty (30) days following such written demand without written proof that corrective action has been taken or is being actively and expeditiously pursued, the City may place its request for termination of this Franchise as early as the next regular City Commission meeting agenda. The City shall cause to be served upon Company, at least ten (10) days prior to the date of such City Commission meeting, a written notice of intent to request such termination and the time and place of the meeting, legal notice of which shall be published in accordance with any applicable laws.

(1) It shall be a defense to any attempt to terminate and cancel this Franchise that the Company was relying on federal law, state law, or a valid tariff in acting or not acting on the issue in dispute.

(2) The City Commission shall consider the request of the City and shall hear any person interested therein, and shall determine in its discretion, whether or not any violation by the Company was with just cause.

(3) If such violation by the Company is found to have been with just cause, the City Commission shall direct the Company to comply therewith within such time and manner and upon such terms and conditions as are just and reasonable.

(4) If the City Commission determines such violation by the Company was without just cause, then the City Commission may, by resolution, declare that this Franchise of the Company shall be terminated and forfeited unless there is compliance by the Company within such period as the City Commission may fix.

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(c) Any violation by the Company or its successor of the material provisions of this Franchise, or the failure promptly to perform any of the provisions thereof, shall be cause for the forfeiture of this Franchise and all rights hereunder if, after written notice to the Company and an opportunity to cure, such violations, failure or default continue as set forth in Section 12(a).

**SECTION 13. Right to Cancel.** The City Commission shall have the right to cancel the Franchise created by this Ordinance thirty (30) days after the appointment of a receiver or trustee to take over and conduct the business of the Company, whether in receivership, reorganization, bankruptcy or other action or proceeding, unless such receivership or trusteeship shall have been vacated prior to the expiration of said thirty (30) days, unless:

1. Within thirty (30) days after his election of appointment, such receiver or trustee shall have fully complied with all the provisions of this Ordinance and remedied all defaults thereunder; and,
2. Such receiver or trustee, within said thirty (30) days shall have executed an agreement, duly approved by the court having jurisdiction in the premises, whereby such receiver or trustee assumes and agrees to be bound by each and every provision of this Ordinance and the Franchise granted to the Company.

**SECTION 14.** In the event the sale of electricity is deregulated within the Commonwealth of Kentucky, and deregulation results in a material shortfall of revenue to the City, the City shall have the option of terminating this Franchise with the Company. If this Franchise is terminated by the City pursuant to this provision, the City and the Company shall have a duty to negotiate in good faith with respect to offering a mutually acceptable franchise to the Company.

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**SECTION 15.** The Company shall have the authority to trim trees that are located within or overhang the Right-Of-Way so as to prevent the branches of such trees from coming in contact with the wires, cables, or other Facilities of the Company. Any trimming, removal or other disturbance of trees shall conform to all lawful ordinances, requirements and directives of the City, and the Company shall make available upon reasonable request of the City, information regarding its tree-trimming practices. In the event the Company fails to timely and sufficiently respond to a legitimate and reasonable complaint regarding its failure to trim such trees, and such complaint is made known to the City, the City shall contact the Company with respect to such matter and attempt to reach a satisfactory result. Notwithstanding the foregoing, this provision in no way limits any existing or future lawful rights that the City may have with respect to such trees.

**SECTION 16.** This Ordinance and any Franchise awarded pursuant to it shall be governed by the laws of the Commonwealth of Kentucky, both as to interpretation and performance. The venue for any litigation related to this Ordinance and any Franchise awarded pursuant to it shall be in a court of competent jurisdiction in Clark County, Kentucky.

**SECTION 17.** This Ordinance and any Franchise awarded pursuant to it does not create a contractual relationship with or right of action in favor of a third party against either the City or the Company.

**SECTION 18.** If any section, sentence, clause or phrase of this Ordinance is held unconstitutional or otherwise invalid, such infirmity shall not affect the validity of the remaining Ordinance.

**SECTION 19.** It shall be the duty of the City's Mayor, or his/her designee, to offer for sale at public auction the Franchise and privileges created hereunder. Said Franchise and privileges shall be sold to the highest and best bidder or bidders at a time and place fixed by the City's Mayor.

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after he or she has given due notice thereof by publication or advertisement as required by law. 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 20.**Bids and proposals for the purchase and acquisition of the franchise and privileges hereby created shall be in writing and shall be delivered to the City's Mayor, or his/her designee, upon the date(s) and at the times(s) fixed by him or her in said publication(s) or advertisement(s) for receiving same. Thereafter, the City's Mayor shall report and submit to the City Commission, at the time of its next regular meeting or as soon as practicable thereafter, said bids and proposals for its approval. The City Commission reserves the right, for and on behalf of the City, to reject any and all bids for said franchise and privileges; and, in case the bids reported by the City's Mayor shall be rejected by the Commission, it may direct, by resolution or ordinance, said franchise and privileges to be again offered for sale, from time to time, until a satisfactory bid therefore shall be received and approved. Upon the approval of a satisfactory bid, the City Commission shall award a franchise only after the execution of a written franchise agreement between the City and the Company that incorporates the provisions of this Ordinance.

In addition, any bid submitted by a corporation or person not already owning within the territorial limits of the City a plant, equipment, and/or Facilities sufficient to render the service required by this Ordinance must be accompanied by cash or a certified check drawn on a bank of the Commonwealth of Kentucky, or a national bank, equal to five percent (5%) of the fair estimated cost of the system required to render the service, which check or cash shall be forfeited to the City in case the bid should be accepted and the bidder should fail, for thirty (30) days after the confirmation of the sale, to pay the price and to give a good and sufficient bond in a sum equal to one-fourth (1/4) of the fair estimated cost of the system to be erected, conditioned that it shall be

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enforceable in case the purchaser should fail, within sixty (60) days, to establish and begin rendering the service in the manner set forth in this Ordinance. Bids shall include such documentation as is necessary to support the bidder's determination of the fair estimated cost of the system required to render the service. The City reserves the right to review any of bidder's supporting documentation which justifies bidder's determination of said estimated cost. Such deposit need not be made by a corporation or person already owning within the territorial limits of the City a plant, equipment, and/or Facilities sufficient to render the service required by this Ordinance.

DATE OF PASSAGE: September 16, 2025

Jo Ellen Reed  
MAYOR, CITY OF WINCHESTER, KENTUCKY

ATTEST:

Jay A. Curless  
CITY CLERK

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WINCHESTER, KY  
CITY CLERK



PPL companies

City of Winchester  
402 West Main Street  
Winchester, KY 40823

EXHIBIT B

October 14, 2025

Dear City of Winchester:

On behalf of Kentucky Utilities Company (KU), please consider this letter as KU's bid for an electric franchise with the City of Winchester. This bid is in response to the City of Winchester's request as contained in the Legal Notice section of the September 27, 2025, issue of *The Winchester Sun*. It is our understanding that said franchise will be for a 10-year period with an annual fee of three (3.0) percent with the right to increase up to five (5.0) percent, passed by the Winchester City Commission on September 16, 2025.

KU agrees to the terms and conditions of the franchise created by ordinance #20-2025 and agrees to reimburse advertising expenses incurred by the City of Winchester.

Please be advised that KU has also filed for a Certificate of Public Convenience and Necessity from the Kentucky Public Service Commission in connection with the submission of this bid.

We appreciate the opportunity to present this bid and welcome any questions regarding the same.

Respectfully,

A handwritten signature in black ink that reads "Shannon Montgomery". The signature is fluid and cursive.

Shannon Montgomery  
Vice President, Customer Services

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**PUBLIC NOTICE  
REQUEST FOR BIDS  
NEWSPAPER ADVERTISEMENT**

**Electric Franchise**

The City of Winchester is soliciting bids from parties interested in obtaining franchises to electric systems within the confines of the City of Winchester, Kentucky, pursuant to Ordinance No. 20-2025. Franchise(s) awarded pursuant to this Request for Bids will be non-exclusive and will be for a term of ten (10) years. Bids must meet all of the requirements of Ordinance No.20-2025, which is available in the office of the City Clerk, Winchester City Hall, 32 Wall Alley, Winchester, KY 40391

Sealed bids must be received no later than 2:00 p.m., local time, October 14, 2025, at which time the bids will be opened publicly in Winchester City Hall, 32 Wall Alley. Sealed bid proposals should be sent to Joy Curtis, City Clerk, City Hall, 32 Wall Street, Winchester, KY 40391.

The City of Winchester reserves the right to accept any bid, to reject any and all bids, to waive any irregularities or informalities in awarding the franchise, and to accept what, in its opinion, is the lowest, responsive, responsible and best bid which is in the best interest of, and most advantageous to, the City.

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CITY OF WINCHESTER, KENTUCKY  
ORDER NO. 2025-223

**AN ORDER CONFIRMING THE SALE AND AWARDING  
A NON-EXCLUSIVE ELECTRIC FRANCHISE TO KENTUCKY UTILITIES COMPANY**

WHEREAS, Ordinance No. 20-2025 provides for the creation and sale of a non-exclusive franchise, for a term of ten (10) years, for the privilege of constructing, operating, maintaining and distributing electricity along and under public right-of-way within the corporate boundaries of the City of Winchester; and

WHEREAS, after publication of said advertisement, the only bid received by the City Clerk was from Kentucky Utilities Company ("KU").

NOW, THEREFORE, BE ORDERED BY THE CITY OF WINCHESTER, KENTUCKY, AS FOLLOWS:

Section 1. That the non-exclusive electric franchise created by Ordinance No. 20-2025 be, and it hereby is, awarded to the highest and best bidder, KU, for the placement of facilities for the transmission, distribution and sale of electricity within the public rights-of-way of the City of Winchester for a ten (10) year term and a franchise fee of three (3%) of KU's gross annual revenues from the sale, distribution, and delivery of electricity within the City of Winchester.

Section 2. Pursuant to Ordinance 20-2025, the City of Winchester reserves the right to impose a franchise fee not to exceed five percent (5%) of KU's gross annual revenues from the sale, distribution, and delivery of electricity within the City of Winchester.

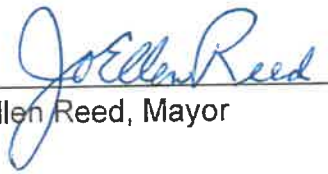
Section 3. That the Mayor shall be, and hereby is, authorized and directed to execute the Electric Franchise Agreement on terms and conditions established in Ordinance No. 20-2025, a copy of which agreement is attached hereto and incorporated herein by reference. The effective date of the above Electric Franchise Agreement is November 1, 2025.

Section 4. All prior ordinances, municipal orders, or policies or parts thereof in conflict herewith, are to the extent of such conflict, hereby repealed.


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JoEllen Reed, Mayor

ATTEST:

  
Joy L. Curtis, City Clerk

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