THE STATE CORPORATION COMMISSION

OF THE STATE OF KANSAS

Before Commissioners:

Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Pat Apple, Commissioner

In the Matter of the Application of The Caney Valley Electric)	
Cooperative Association, Inc. for a Certificate of Convenience)	
and Authority to Transact the Business of an Electric Public) 15-CYVE-59	91-COC
Utility in the State of Kansas. Twp. 32S, R6E, Sec. 25 & Twp.	
32S, R6E, Sec 36	

CERTIFICATE

NOW, the above-captioned matter comes on for consideration and determination by the State Corporation Commission of the State of Kansas ("Commission"). Having examined its files and records, and being fully advised in the premises, the Commission finds and concludes as follows:

- 1. On June 15, 2015 The Caney Valley Electric Cooperative Association, Inc. ("Applicant") filed an application seeking a Certificate of Convenience and Authority to provide electric service to a portion of Cowley County, Kansas as required by K.S.A. 2014 Supp. 66-131. Applicant is an electric public utility as defined by K.S.A. 2014 Supp. 66-104. A public hearing was neither requested nor held on this application.
- 2. Specifically, Applicant requests a Certificate in the territory described as follows: COWLEY COUNTY

Twp. 32S, Range 6E, E 1/2 of the SW Qtr of Section 25, and Twp. 32S, Range 6E, E 1/2 of the NW Qtr of Section 36, and Twp. 32S, Range 6E, E 1/2 of the W 1/2 of the NW Qtr of Section 36

3. The territory described in Finding No. 2 above is currently served by City of Winfield, Kansas. Pursuant to Docket No. 15-WNFE-583-CCS, City of Winfield, Kansas

requests permission to cease operating as an electric public utility in that territory.

4. Public convenience will be promoted by allowing Applicant to provide electric

service in the territory described in Finding No. 2 above. The application, therefore, should be

granted and a Certificate issued to Applicant in accordance with the provisions of K.S.A. 2014

Supp. 66-131.

IT IS, THEREFORE, BY THE COMMISSION CONSIDERED AND CERTIFIED:

A. The application filed herein is granted and The Caney Valley Electric Cooperative

Association, Inc. is permitted to transact the business of an electric public utility in the territory

described in Finding No. 2 herein.

B. A party may file a petition for reconsideration of this Order within fifteen (15)

days from the date of service of this Order. If service is by mail, service is complete upon

mailing, and three (3) days shall be added to the above time frame. K.S.A. 66-118b; K.S.A.

2014 Supp. 77-529.

C. The Commission retains jurisdiction of the subject matter and parties for the

purpose of entering such further order or orders as it may deem necessary.

BY THE COMMISSION IT IS SO CERTIFICATED.

Albrecht, Chair; Emler, Commissioner; Apple, Commissioner

Dated: 3 0 2015

Amy YSULL + ORDERMAILED JUL 3 1 2015

Amy L. Gilbert

Secretary to the Commission

Utilities Division 1500 SW Arrowhead Road Topeka, KS 66604-4027



Phone: 785-271-3165 Fax: 785-271-3357 http://kcc.ks.gov/

Sam Brownback, Governor

Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Pat Apple, Commissioner

REPORT AND RECOMMENDATION UTILITIES DIVISION

TO: Chair Shari Feist Albrecht

Commissioner Jay Scott Emler

Commissioner Pat Apple

FROM: Gary Dawdy, Utility Engineer II

Leo Haynos, Chief Engineer

Jeff McClanahan, Director of Utilities

DATE: July 20, 2015

SUBJECT: 15-CYVE-591-COC

In the Matter of the Application of The Caney Valley Electric Cooperative Association, Inc. for Certificate of Convenience and Authority to Transact the Business of an Electric Public Utility in the State of Kansas. Twp. 32S,

R6E, Sec. 25 & Twp. 32S, R6E, Sec 36

15-WNFE-583-CCS

In the Matter of the Application of City of Winfield, KS for Permission to

Cease Operating as an Electric Public Utility in the State of Kansas.

T-32-S, R-6-E, Section 25 and T-32-S, R-6-E, Section 36

BACKGROUND:

On June 1, 2015, City of Winfield, Kansas (City) filed an Application to Cease in Docket No. 15-WNFE-583-CCS and on June 15, 2015, Caney Valley Electric Cooperative Association, Inc. (Caney Valley) filed a Companion Application for Certificate in Docket No. 15-CYVE-591-COC.

ANALYSIS:

Pursuant to K.S.A. 2014 Supp. 66-131, the Commission has jurisdiction to grant a certificate to a public utility seeking to transact business in the State of Kansas. K.S.A. 66-1,170 et seq. the Retail Electric Suppliers Act (RESA) requires each and every retail electric supplier to obtain a certificate from the Commission.

The statutory standard of review in this matter is whether the "public convenience will be promoted by the transaction of said business and permitting said applicants to transact the business of a common carrier or public utility in this state." K.S.A. 2014 Supp. 66-131. Further, single electric certification shall be the standard in Kansas under K.S.A. 66-1,170 et seq.

In addition, 66-1,175 states:

Notwithstanding the exclusive right of retail electric suppliers to provide service within the certified territories established pursuant to this act, a retail electric supplier may enter into an agreement with another retail electric supplier for the establishment of boundaries between territories other than the boundaries established pursuant to this act or providing electric service to electric consuming facilities as between such retail electric suppliers. Any agreement entered into pursuant to this section shall be subject to approval by the corporation commission. If so approved, the commission shall issue certificates accordingly.

The City is requesting authority to cease in a small tract of electric territory located in Cowley County. This territory exchange will provide Caney Valley with Certificate authority to serve a new electric customer. Caney Valley can provide a more economical service to this area because of closer existing facilities.

Staff recommends that the Commission find that public convenience will be promoted by the granting of these Applications.

The Commission action date is November 28, 2015.

RECOMMENDATION:

Staff is recommending that Caney Valley's Application for Certificate in 15-CYVE-591-COC and the City's Cease Operation Application in 15-WNFE-583-CCS both be granted.

KANSAS CORPORATION COMMISSION AMY L. GILBERT, SECRETARY

DOCKET NO.: 15-CYVE-591-CCS

ORDER DATE:

NO. OF

NAME AND ADDRESS

COPIES

Allen A. Zadorozny, Manager CANEY VALLEY ELEC. COOP. ASSN., INC. 401 Lawrence PO Box 308 Cedar Vale, KS 67024

Beth Wilke, Mayor CITY OF WINFIELD 200 East 9th PO Box 646 Winfield, KS 67156

ORDER MAILED JUL 3 1 2015

The Docket Room hereby certifies that on true and correct copy of the attached was deposited in the United States Mail, postage prepaid, addressed to the above persons.