

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENERGY CORP. FOR)	
ACCEPTANCE AND IMMEDIATE)	
IMPLEMENTATION OF THE PROVISIONS OF)	
CONTRACT WITH CINCINNATI GAS AND)	CASE NO. 2006-00066
ELECTRIC COMPANY FOR TIER 3 ENERGY)	
FOR ALCAN PRIMARY PRODUCTS)	
CORPORATION)	

ORDER

On February 6, 2006, Kenergy Corp. ("Kenergy") filed with the Commission a proposed retail contract to facilitate and effectuate the purchase from the Cincinnati Gas and Electric Company ("CG&E") of a block of 25 Megawatts firm energy for sale to Alcan Primary Products Corporation ("Alcan") for the remainder of calendar year 2006. Kenergy will sell this purchased energy to Alcan as TIER 3 energy under the terms of its "Agreement for Electric Service," which it entered into with Alcan on July 15, 1998. Kenergy states that this contract will result in a reduction of rates for Alcan and has requested the notice period required pursuant to KRS 278.180 be shortened to permit immediate implementation of the contract.

Having reviewed the terms of the contract and being otherwise sufficiently advised, the Commission finds that good cause exists to accept the proposed contract and to reduce, pursuant to KRS 278.180(2), the required notice period to permit the proposed contract to become effective on the date of this Order.

IT IS THEREFORE ORDERED that:

1. The time in which Kenergy must provide notice to the Commission of the proposed contract is reduced to 8 days.

2. Kenergy's proposed contract with CG&E for the purchase of a block of 25 Megawatts firm energy for sale to Alcan as TIER 3 Energy for the remainder of calendar year 2006 is accepted and effective as of the date of this Order.

Done at Frankfort, Kentucky, this 14th day of February, 2006.

By the Commission

ATTEST:

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke at the end, positioned above a solid horizontal line.

Executive Director