

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DUKE ENERGY KENTUCKY, INC. )  
FOR APPROVAL TO AMEND ITS TARIFF FOR )  
COGENERATION AND SMALL POWER ) CASE NO. 2012-00130  
PRODUCTION SALE AND PURCHASE–GREATER )  
THAN 100 KW )

O R D E R

On March 28, 2012, Duke Energy Kentucky, Inc. (“Duke Kentucky”) filed an application to amend its current electric tariff for Cogeneration and Small Power Production Sale and Purchase–Greater Than 100 kW (“Cogen Tariff”). In addition, Duke Kentucky requests the 30-day notice period required by KRS 278.180(1) be reduced to 20 days.

In support of its request to revise the tariff, Duke Kentucky notes that the Commission previously authorized Duke Kentucky to transfer functional control of its transmission facilities from the Midwest Independent System Operator (“MISO”) to PJM Interconnection LLC (“PJM”).<sup>1</sup> However, Duke Kentucky recently discovered that its Cogen Tariff refers to day-ahead pricing in MISO. To correctly reflect the applicable pricing available for service under this tariff, Duke Kentucky requests the tariff be revised to reference pricing in PJM. Duke Kentucky also states that there presently are

---

<sup>1</sup> Case No. 2010-00203, Application of Duke Energy Kentucky, Inc. for Approval to Transfer Functional Control of Its Transmission Assets From the Midwest Independent Transmission System Operator to the PJM Interconnection Regional Transmission Organization and Request for Expedited Treatment (Ky. PSC Dec. 22, 2010).

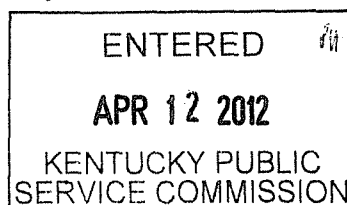
no customers taking service under this tariff, so no current customer will be affected by this revision. However, Duke Kentucky has received a recent customer inquiry regarding the availability of the Cogen Tariff and requests that the revised tariff be effective after 20 days' notice.

Based on a review of Duke Kentucky's revised Cogen Tariff and being otherwise sufficiently advised, the Commission finds that reflecting the pricing in PJM is appropriate and reasonable and should be approved. The Commission further finds that good cause exists to shorten the notice period from 30 days to 20 days.

IT IS THEREFORE ORDERED that:

1. Duke Kentucky's request to reduce the notice period from 30 to 20 days for its revised Cogen Tariff is granted.
2. Duke Kentucky's revised Cogen Tariff is approved for service rendered on and after April 17, 2012.
3. Within 20 days of the date of this Order, Duke Kentucky shall file its revised tariff as approved herein, reflecting its effective date and that it was approved pursuant to this Order.

By the Commission



ATTEST:

  
Executive Director

Case No. 2012-00130

Kristen Cocanougher  
Duke Energy Kentucky, Inc.  
139 East 4th Street, R. 25 At II  
P. O. Box 960  
Cincinnati, OH 45201

Rocco O D'Ascenzo  
Duke Energy Kentucky, Inc.  
139 East 4th Street, R. 25 At II  
P. O. Box 960  
Cincinnati, OH 45201