

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENERGY CORP. FOR)	
ACCEPTANCE AND EXPEDITED IMPLEMENTATION)	
OF THE PROVISIONS OF A CONTRACT WITH BIG)	
RIVERS ELECTRIC CORPORATION FOR TIER 3)	CASE NO.
ENERGY FOR SALE TO ALCAN PRIMARY)	2006-00553
PRODUCTS CORPORATION)	

ORDER

On December 8, 2006, Kenergy Corp. ("Kenergy") filed with the Commission a proposed retail contract for the purchase from Big Rivers Electric Corporation ("Big Rivers") of four blocks of energy for sale to Alcan Primary Products Corporation ("Alcan") for the period January 1, 2007 through December 31, 2007. Kenergy will sell this purchased energy to Alcan as TIER 3 energy under the terms of its filed and approved "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 implementation of the contract on January 1, 2007.

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 January 1, 2007.

IT IS THEREFORE ORDERED that:

1. The time in which Kenergy must provide notice to the Commission of the proposed contract is reduced to 24 days.

2. Kenergy's proposed contract with Constellation for the purchase of four blocks of energy for sale to Alcan as TIER 3 Energy for the period January 1, 2007 through December 31, 2007 is accepted and effective as of January 1, 2007.

Done at Frankfort, Kentucky, this 22nd day of December, 2006.

By the Commission

ATTEST:



Executive Director