

**BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO**

In the Matter of the Application of)
The Dayton Power and Light)
Company for Authority to Enter into)
An Assignment and Assumption) Case No. 05-1249-GE-AIS
Agreement with The Cincinnati Gas)
& Electric Company with Respect to)
The Assignment and Assumption of)
Certain Pollution Control Revenue)
Bonds)

MEMORANDUM IN SUPPORT

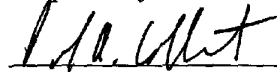
In 1981 The Cincinnati Gas & Electric Company (CG&E) and The Dayton Power and Light Company (DP&L) agreed that CG&E should repay DP&L for its proportionate share of loan obligations with Boone County Kentucky related to \$48,000,000.00 of pollution control bonds. Due to a change in ownership share of East bend Generating Unit 2, increasing CG&E's ownership from 51% to 69%, it was equitable for CG&E to enter into a repayment agreement.

The Public Utilities Commission of Ohio approved the repayment agreement in case number 81-720-GE-AIS. In this case CG&E has agreed to formally assume the debt represented by \$12,720,633.00 of Bonne County, Kentucky, pollution control bonds. Because CG&E was already obligated to pay the same amount to DP&L this transaction has no material financial impact upon CG&E. It merely eliminates DP&L as the middleman between CG&E and Boone County, Kentucky. CG&E's obligations as approved by the Commission in case number 81-720-GE-

AIS are nearly identical to CG&E's obligations under the Assignment and Assumption Agreement attached to DP&L's Application in this case.

In order to preserve administrative economy CG&E seeks recognition and approval of its participation in the Assignment and Assumption Agreement attached to DP&L's application rather than filing a separate case. For the reasons stated above CG&E respectfully requests the Commission grant CG&E's Motion.

Respectfully submitted,



Paul A. Colbert (0058582)

Senior Counsel

The Cincinnati Gas & Electric
Company

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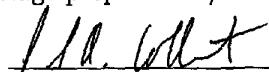
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CERTIFICATE OF SERVICE

The undersigned hereby certifies that a copy of the foregoing Objections were served upon the parties of record listed below this 7th day of December, 2005 *via* U. S. mail, postage prepaid and/or electronic service.



Paul A. Colbert

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