COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF COLUMBIA GAS

OF KENTUCKY, INC., TO REVISE

TARIFF PROVISIONS APPLICABLE TO

TERMINATION OF CERTAIN CUSTOMERS'

SERVICE

CASE NO. 8495

ORDER ON REHEARING

On May 14, 1982, the Commission entered an Order denying the request of Columbia Gas of Kentucky, Inc., ("Columbia") to continue using a termination of service procedure for its IUS-1 (interruptible) customers that deviated from the Commission's general termination procedure as set forth in 807 KAR 5:006, Section 11(2)(a). The basis of the Commission's denial of this application in regard to the IUS-1 service was that Columbia had provided no reason why this class of customers should be subject to a different termination procedure than all other classes of customers.

On May 24, 1982, Columbia filed a petition for rehearing of our May 14, 1982, Order. Therein, Columbia stated that the reason it believes a separate termination procedure for its IUS customers is justified is because IUS customers purchase gas from Columbia for resale to their own customers. Accordingly, Columbia asserts that it should be required to obtain approval from the Commission before terminating service to IUS customers in order to provide the ultimate consumer (who is served by the distribution company

purchasing from Columbia under an IUS tariff) with adequate notice that his or her service may be ultimately terminated.

Based upon the above-stated facts, the Commission hereby finds that Columbia's request for a separate termination procedure for its IUS customers is justified because IUS customers resell their gas to ultimate consumers for residential and commercial use.

Based upon the above finding and being advised, the COMMISSION HEREBY ORDERS that Columbia Gas of Kentucky, Inc.'s application for a special termination procedure for its IUS-1 customers be, and it hereby is, granted.

The Commission FURTHER ORDERS that Columbia's application to eliminate the requirement in its current tariff for specific authority from this Commission for terminating service for non-payment by its FC-1, FI-1, FI-2 and IS-1 customers be, and it hereby is, granted.

Done at Frankfort, Kentucky this 14th day of June, 1982.

PUBLIC SERVICE COMMISSION

Chairman

Settlewine Renkell

Vice Chairman

Lintlewine

Commissioner

ATTEST:

Secretary