

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE MOTION OF COLUMBIA GAS OF)
KENTUCKY, INC., FOR AN ORDER)
REQUIRING THE COMMISSION TO) CASE NO. 9225
EXTEND THE SURCHARGE ADDED TO)
THE RATES AND CHARGES OF)
PHELPS GAS COMPANY)

O R D E R

On February 14, 1985, the Commission issued an Order in this case granting an extension of the surcharge of Phelps Gas Company ("Phelps") as requested by Columbia Gas of Kentucky, Inc., ("Columbia"). By letter dated April 22, 1985, Phelps informed the Commission that it had not placed the surcharge into effect as required and sought permission to employ an alternate payment plan that would not require a surcharge.

On June 7, 1985, the Commission issued an Order in this case removing Phelps' surcharge from customers' bills until September 30, 1985.

On October 1, 1985, the Commission issued an Order in this case removing Phelps' surcharge from customers' bills until November 30, 1985.

On December 2, 1985, the Commission issued an Order in this case removing Phelps' surcharge from customers' bills until the Commission completed an investigation of Phelps' payment status.

The Order required Columbia to file statements showing Phelps' payment history.

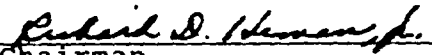
On December 9, 1985, Columbia filed a response showing that the arrearage which was originally subject to Phelps' surcharge had been eliminated. The response stated that Phelps currently owed Columbia \$15,868.64, but had made arrangements to eliminate the arrearage.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that Phelps has discharged its obligation to Columbia which was subject to the surcharge and the surcharge extension is not necessary.

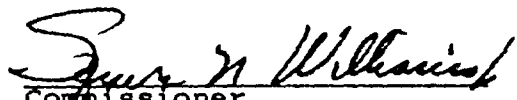
IT IS THEREFORE ORDERED that the surcharge extension shall be cancelled.

Done at Frankfort, Kentucky, this 17th day of December, 1985.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary