COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

JOHNSON COUNTY GAS COMPANY, INC. AND BUD RIFE, INDIVIDUALLY AND AS SOLE OFFICER OF THE UTILITY

AN INVESTIGATION INTO THE STATUS AND DISCONTINUANCE OF THE KENTUCKY-WEST VIRGINIA GAS COMPANY SURCHARGE TARIFF OF JOHNSON COUNTY GAS COMPANY, INC. AND ALLEGED VIOLATIONS OF A COMMISSION ORDER CASE NO. 2006-00165

<u>O R D E R</u>

The Commission, having considered the joint motion of Johnson County Gas Company, Inc., Bud Rife, and Commission Staff ("Movants") requesting cancellation of the hearing scheduled on September 21, 2006 due to the Movants having agreed in principle to the terms of a settlement, and finding good cause, HEREBY ORDERS that the September 21, 2006 hearing is cancelled and the Movants shall file a settlement agreement on or before October 13, 2006.

Done at Frankfort, Kentucky, this 20th day of September, 2006.

By the Commission

ATTEST:

Executive Director