

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF COLUMBIA GAS OF KENTUCKY, INC.)	
TO EXTEND ITS GAS COST INCENTIVE PROGRAM)	CASE NO.
AND ITS OFF-SYSTEM SALES AND CAPACITY)	2008-00433
RELEASE REVENUE SHARING MECHANISM)	

O R D E R

Columbia Gas of Kentucky, Inc. ("Columbia") has moved the Commission to continue the hearing scheduled in this proceeding from March 19, 2009 to April 14, 2009.¹ In support of its motion, Columbia states that it has participated in several telephone conversations with Interstate Gas Supply, Inc. ("IGS")² and that the parties agree that the continuance will allow them the opportunity to engage in settlement discussions. Columbia further states that the parties agree that its gas cost incentive mechanism ("GCIM") and off-system sales and capacity release revenue sharing mechanism ("OSS/CR RSM"), which are currently scheduled to expire on March 31, 2009, should be continued through April 30, 2009 while Columbia and IGS engage in settlement discussions.

Having reviewed the motion and memorandum in support and being otherwise sufficiently advised, the Commission finds that the motion should be granted in part and denied in part. We find that good cause has been shown to continue the scheduled

¹ In its Memorandum of Support, Columbia requested that the Commission schedule the hearing for the week of April 13, 2009; however, in its prayer for relief, it specifically requested that the Commission schedule the hearing for April 14, 2009.

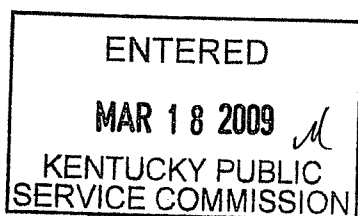
² Interstate Gas Supply, Inc. is the only Intervenor in this proceeding, having been granted intervention on December 11, 2008.

hearing, but find that, due to the Commission's calendar, the hearing should be rescheduled for April 16, 2009 instead of April 14, 2009 as requested. We further find that it is reasonable to grant the extension of Columbia's GCIM and OSS/CR RSM, but find that, rather than remain in effect through April 30, 2009, these mechanisms should remain in effect until a final decision is rendered in this proceeding.

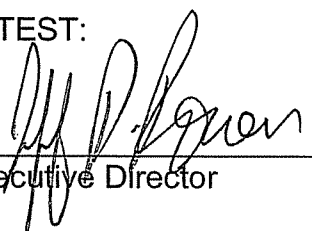
IT IS THEREFORE ORDERED that:

1. Columbia's motion is granted in part and denied in part.
2. The hearing originally scheduled in this matter for March 19, 2009 is cancelled and is rescheduled for April 16, 2009 at 9:00 a.m., Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky 40602.
3. Columbia's GCIM and OSS/CR RSM shall remain in effect beyond March 31, 2009 and continue in effect pending the Commission's final decision in this case.

By the Commission



ATTEST:



Executive Director

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