

A NiSource Company

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Herbert A. Miller, Jr. President

October 29, 2007

Ms. Beth O'Donnell Executive Director Kentucky Public Service Commission P. O. Box 615 Frankfort, KY 40602

RE:

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OCT 29 2007 PUBLIC SERVICE COMMISSION

Dear Ms. O'Donnell:

Pursuant to the Commission's Order dated August 29, 2007 accepting the Joint Stipulation and Recommendation among the parties in Case No. 2007-00008 ("Joint Stipulation"), Columbia Gas of Kentucky ("Columbia") hereby submits its intentions regarding the future of its Customer CHOICESM program.

Case No. 2007-00008

The CHOICE program was originally established as a voluntary pilot program in Case No. 1999-00165 with authorization expiring on March 31, 2005. The program was continued in Case No. 2004-00462 and authorized as a voluntary pilot program to expire on March 31, 2009. The Joint Stipulation amended certain terms of the program but did not change the March 31, 2009 expiration date.

Given the specific amendments to the Program set forth in the Joint Stipulation and accepted by the Commission, Columbia intends to seek the Commission's approval to continue the CHOICE Program under the current terms and conditions and pursuant to the current arrangements with its marketers for an additional two (2) year period to end on March 31, 2011.

Sincerely,

Herbert A. Miller, Ju President

c: Case No. 2007-00008 Service List