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June 14, 2007

RECEIVED

JUN 1 5 2007

Ms. Beth O'Donnell Executive Director Public Service Commission 211 Sower Boulevard P.O. Box 615 Frankfort, KY 40602-0615

PUBLIC SERVICE COMMISSION

RE: Case No. 2007-00008 (Application of Columbia Gas of Kentucky, Inc.)

Dear Ms. O'Donnell:

Please find enclosed herewith for filing an original and 10 copies of Interstate Gas Inc.'s comments regarding Kentucky Industrial Utility Customer's motion to modify the procedural order in the above-referenced matter. Please contact me should you have any questions or concerns.

Regards,

Matthew Malone

Att VIL

Enclosures

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COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the matter of: : Case No. 2007-00008

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Application Of Columbia Gas of Kentucky, Inc. :

For An Adjustment of Gas Rates :

INTERSTATE GAS SUPPLY, INC.'S COMMENTS REGARDING KENTUCKY INDUSTRIAL UTILITY CUSTOMER'S MOTION TO MODIFY PROCEDURAL ORDER

Comes Interstate Gas Supply, Inc. ("IGS") and tenders the following comments regarding the motion of Kentucky Industrial Utility Customer ("KIUC") to modify the procedural order in the above-styled action.

KIUC represents large industrial consumers. In their motion, KIUC seeks the opportunity to offer rebuttal testimony to potential testimony of intervenors. KIUC references possible disputes arising regarding cost allocation between customer classes. *See* KIUC Motion p. 1. IGS shares similar concerns and agrees that issues of cost allocation between different groups of customers are of paramount importance in this rate case.¹

IGS and their customers have a substantial interest in these proceedings. Intervenor testimony was just filed as of June 12, 2007. Accordingly, IGS has not had the opportunity to properly review and gauge the necessity of rebuttal testimony as of yet. If issues arise, IGS believes that intervenor rebuttal testimony will assist the Commission with reaching a full and just resolution of these issues. As such, IGS fully supports KIUC's motion, and urges the Commission to approve KIUC's motion modifying the procedural schedule to provide: "Parties shall file rebuttal testimony, if any, in verified form no later than 07/25/07."

¹ Columbia's proposed adjustment will unequally allocate costs between Choice and non-choice customers.

Respectfully submitted,

HURT, CROSBIE & MAY PLLC

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CERTIFICATE OF SERVICE

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ATTORNEY FOR INTERSTATE GAS SUPPLY, INC.