Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

January 30, 2008

Mark David Goss Chairman i.

John W. Clay Commissioner

PARTIES OF RECORD

RE: Case No. 2007-00421 January 29, 2008 Informal Conference

To All Parties of Record:

Enclosed please find a memorandum that has been filed in the record of the above–referenced case. Any comments regarding the contents of the memorandum should be submitted to the Commission within seven days of receipt of this letter. Any questions regarding this memorandum should be directed to Dawn McGee of the Commission Staff at 502-564-3940, extension 243.

Sincereb eth O'Donnell **Executive Director**

Attachment

CC: Parties of Record

KentuckyUnbridledSpirit.com

An Equal Opportunity Employer M/F/D

INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Main Case File - Case No. 2007-00421

FROM: Dawn McGee, Team Leader

DATE: January 30, 2008

RE: Informal Conference of January 29, 2008

On January 29, 2008, representatives of Gasco Distribution Systems, Inc. ("Gasco"), the Office of the Attorney General ("AG") and Commission Staff ("Staff") met at the Commission's offices to discuss Gasco's gas cost adjustment ("GCA") filing dated September 26, 2007. A list of attendees is attached to this memorandum.

Gasco spent a few moments describing the makeup of its current system, the need for Gasco to reinstate itself with the Secretary of State, and the need for Gasco to recover, in some fashion acceptable to all parties, the under-recovered gas costs proposed in its GCA filing.

The remainder of the discussion centered on the interpretation of KRS 278.225, Time Limitation on Billing-Liability for Unbilled Service. The AG and Gasco disagreed on the applicability of the statute to Gasco's situation and agreed to further review the information and see if a negotiated resolution of the case might be possible.

cc: Parties of Record

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

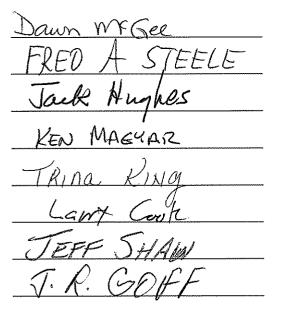
THE NOTICE OF GAS COST RECOVERY)FILING OF GASCO DISTRIBUTION) CASE NO. 2007-00421SYSTEMS, INC.)

INFORMAL CONFERENCE

January 29, 2008

Please sign in:

NAME



REPRESENTING PSC GDSI GDSI GDSI GDSI GDSI GDSI (. . Lun

Lawrence W. Cook Assistant Attorney General Office of the Attorney General Utility & Rate Intervention Division 1024 Capital Center Drive Suite 200 Frankfort, KY 40601-8204 Kenneth D. Magyar Vice President Marketing Gasco Distribution Systems, Inc. 4435 East Pike Zanesville, OH 43701

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