Steven L. Beshear Governor

Robert D. Vance, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection

Charlie Hercher GASCO Distribution Systems, Inc. 1014 N. Cross Street P. O. Box 655 Albany, KY 42602



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 29, 2008

Mark David Goss Chairman

> John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

RE: Case No. 2007-00519

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Beth O'Donnell Executive Director

BOD/tw Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST RECOVERY)FILING OF GASCO DISTRIBUTION SYSTEMS,)INC.)

ORDER

On February 16, 1995,' the Commission approved rates for Gasco Distribution Systems, Inc. ("Gasco") and provided for their further adjustment on a quarterly basis in accordance with its Gas Cost Adjustment ("GCA") clause. On December 14, 2007, Gasco filed its GCA to be effective February 1, 2008. The Commission has suspended Gasco's previous GCA filing to investigate its reasonableness.² Since some of the issues with that proceeding are also present in this proceeding, the Commission finds that, pursuant to KRS 278.190, these proceedings cannot be completed prior to the proposed effective date.

IT IS THEREFORE ORDERED that:

1. The proposed rates are hereby suspended for a period of 5 months from February 1, 2008 to June 30, 2008.

¹ Case No. 1994-00427, The Application of Gasco Distribution Systems, Inc. for a Certificate of Convenience and Necessity to Provide Local Gas Distribution Service to Albany, Ky. and for Transfer of the Albany Gas Utility Company (Ky. PSC Feb. 16, 1995).

² Case No. 2007-00421, The Notice of Gas Cost Recovery Filing of Gasco Distribution Systems, Inc.

2. Nothing contained herein shall prevent the Commission from entering a final decision in this matter prior to the completion of the suspension period.

Done at Frankfort, Kentucky, this 29th day of January, 2008.

By the Commission

ATTEST: Executive Director

Case No. 2007-00519