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Protection Cabinet

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Mark David Goss
Chairman

John W. Clay
Commissioner

June 1, 2007

P. Glenn Miller
Richardsville Gas Company, Inc.
110 East Campbell Lane
P. O. Box 9675
Bowling Green, Kentucky 42102

RE: Pending Case No. 2005-00527
Richardsville Gas Company, Inc. – Rate Case Assistance

Dear Mr. Miller,

On December 8, 2005, Richardsville Gas Company, Inc. ("Richardsville") submitted a request to Commission Staff seeking assistance in the preparation of a rate case application utilizing the Alternative Rate Filing ("ARF") procedure. Commission Staff responded that while Richardsville would qualify for ARF treatment, such a filing would utilize the 2004 annual report. Given when the request for assistance was filed, Commission Staff suggested Richardsville might wish to wait until the 2005 annual report was filed with the Commission before beginning the preparation of the ARF application. Richardsville notified Commission Staff on February 15, 2006 that it wished to utilize the 2005 annual report.

Richardsville's 2005 annual report was filed with the Commission in June 2006. On August 11, 2006, Commission Staff notified Richardsville of the additional information that would need to be provided in order to prepare the ARF application. Richardsville provided its responses on September 20, 2006. Commission Staff determined additional information was needed and requested that information on October 4, 2006. While Commission Staff has been in contact with Richardsville concerning this additional information, as of this date Richardsville has not provided the requested information.

Due to the passage of time, an ARF application reflecting the 2005 annual report would no longer be representative of current operating conditions. The 2006 annual report would be the appropriate basis, and this annual report has yet to be filed with the

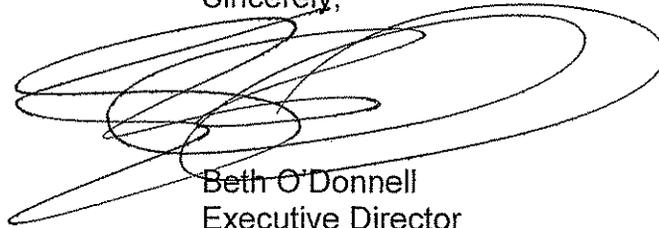
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Commission. While Commission Staff is still available to assist Richardsville with the preparation of an ARF application, Richardsville needs to be ready to move forward with the process. The delay in submitting the last requested information indicates Richardsville is not currently ready to pursue the preparation of an ARF application.

Consequently, Commission Staff will close the docket record in Pending Case No. 2005-00527. When Richardsville is ready to proceed with an ARF application, it will need to submit a new request for assistance. Commission Staff will be available to assist with the preparation of the application at that time, provided that Richardsville still qualifies.

If you have any questions, please contact Isaac Scott at (502) 564-3940, extension 444.

Sincerely,

A large, stylized handwritten signature in black ink, consisting of several overlapping loops and lines, positioned above the printed name and title.

Beth O'Donnell
Executive Director

cc: Honorable Frank F. Chuppe