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October 30, 2008

Ms. Stephanie Stumbo
Executive Director
Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615

RE: Case No. 2008-00433

Dear Ms. Stumbo:

Enclosed please find Columbia Gas of Kentucky, Inc.'s responses to the October 24, 2008 conference call in Case No. 2008-00433. Should you have any questions, please give me a call at (614) 460-4680.

Sincerely,

Daniel A. Creekmur (AME)

Daniel A. Creekmur
Attorney

Attachment

cc: Richard S. Taylor

Columbia Gas of Kentucky, Inc.
Responses to October 24, 2008 Conference Call
Case No. 2008-00433

1. Staff recognizes that the GCIM runs April through October and that it expires in October of 2008. Is Columbia requesting that the Commission issue a decision by the end of this month?

No, there is no need for a decision by the end of this month. The GCIM would not begin again until April 1, 2009.

2. Can the GCIM savings of \$0.74 million identified in paragraph (h) of the application be derived from the monthly schedules in the annual report?

Yes.

3. To date, in 2008, what results have been achieved under the GCIM?

The GCIM for this year is not complete as it will continue through October. For the period April through September 2008, the GCIM has produced savings to customers, after sharing is applied, in the amount of \$862,028.97. Monthly amounts are shown below.

April	\$7,562.84
May	\$30,809.84
June	\$38,105.92
July	\$547,020.27
August	\$98,359.75
September	\$140,170.35

4. Columbia's GCA filings show \$6.2 million in credits from the OSS/CR programs. Does the \$5.5 million referenced in the application for these programs accurately reflect the credits to customers?

Yes. The difference is a timing difference in the reporting periods. The currently authorized OSS/CR program was effective April 1, 2005. As referenced in the application, the program has generated \$5.5 million in credits to customers during the period of April 2005 – June 2008. Columbia's GCA filings reflect OSS/CR credits for the twelve months ending June of the reporting year. The sum of the credits reported in the GCA filings for the years 2005-2008 total \$6.2 million. The 2005 GCA filing included credits generated, under a previous authorization, in the months of July 2004 through March 2005 in the amount of \$661,000. This is the difference between the amount of the credits referenced in the application and the amount shown in the GCA filings.