



January 23, 2019

Hon. Gwen Pinson
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, KY 40602

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PUBLIC SERVICE
COMMISSION

Re: Case No. 2018-00356

Dear Ms. Pinson:

Pursuant to the Commission's Order of December 10, 2018, Columbia Gas of Kentucky, Inc., submits the attached Statement of Interest Rate.

Sincerely,

A handwritten signature in blue ink that reads "Judy M. Cooper".

Judy M. Cooper
Director, Government and Regulatory Affairs

Enclosures

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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PUBLIC SERVICE
COMMISSION

In the Matter of:)
)
Application of Columbia Gas of Kentucky, Inc.) **Case No. 2018-00356**
for an Order Authorizing the Issuance and)
Sale of Promissory Notes and Authorized but)
Unissued Common Stock)

**STATEMENT OF INTEREST RATE
OF COLUMBIA GAS OF KENTUCKY, INC.**

On October 23, 2018, Columbia Gas of Kentucky, Inc. (“Columbia”) submitted an application for authority to issue and sell Long Term Promissory Notes (“Notes”) to NiSource Inc., and/or to secure additional equity financing from NiSource Gas Distribution Group through the issuance and sale of currently authorized and unissued common stock. In its Order dated December 10, 2018, the Commission authorized the issuance of said Notes and the sale of common stock. The Commission directed Columbia to file a statement advising the Commission of the date or dates of issuance of the securities, and the terms of the Notes, including the interest rate.

In compliance with the Commission’s Order, Columbia submits the following information. On December 31, 2018, Columbia issued a Promissory Note in the amount of \$13,000,000 to NiSource Inc. The principal amount of the Note is payable December 31, 2048. The Note bears an interest rate of 6.20%, payable semi-annually on June 1 and December 1.

WHEREFORE, Columbia requests that the Commission accept this Statement of Interest Rate.

Dated at Columbus, Ohio this 23rd day of January, 2019.

Respectfully submitted,

COLUMBIA GAS OF KENTUCKY, INC.

By: Brooke E. Wancheck (gmc)
Brooke E. Wancheck
Assistant General Counsel

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COLUMBIA GAS OF KENTUCKY, INC.