

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF COLUMBIA GAS)
OF KENTUCKY, INC. FOR APPROVAL)
OF A SPECIAL CONTRACT WITH JIM) CASE NO. 92-450
BEAM BRANDS COMPANY)

O R D E R

On October 20, 1992, Columbia Gas of Kentucky, Inc. ("Columbia") filed its application for Commission approval of a special contract with Jim Beam Brands Company ("Jim Beam") under which Columbia would provide interruptible gas transportation service to a Jim Beam plant located near Frankfort, Kentucky. Service under the contract would be conditioned upon the availability of capacity on Columbia's system sufficient to provide the service without disrupting or impairing service to firm and high priority customers. Due to its system's capacity constraints in the Frankfort area, Columbia may interrupt service under the contract even though Jim Beam's gas is available from upstream suppliers. In this manner the contract varies from the standard interruptible transportation service provision included in Columbia's filed tariffs.

FINDINGS AND ORDERS

The Commission, based on the evidence and being sufficiently advised, finds that:

1. Columbia and Jim Beam have agreed upon the conditions under which Columbia shall provide service to Jim Beam's plant near Frankfort, Kentucky.

2. The contract permits Columbia to interrupt service to Jim Beam, when necessary, in order to maintain service to its firm and high priority customers.

3. The contract adequately balances the interests of Columbia, Jim Beam, and Columbia's remaining customers, is in the public interest, and should be approved.

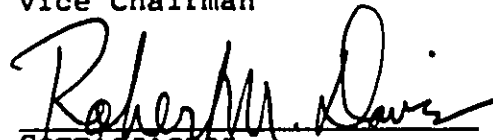
IT IS THEREFORE ORDERED that the contract between Columbia and Jim Beam be and it hereby is approved effective with the date of this Order.

Done at Frankfort, Kentucky, this 9th day of November, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director