

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

WESTERN KENTUCKY GAS COMPANY)
)
 _____) CASE NO. 97-289
)
 ALLEGED VIOLATIONS OF 807 KAR 5:022)

O R D E R

On August 4, 1998, the Commission entered an Order in which Western Kentucky Gas Company ("WKG") could request within 10 days a hearing before the Commission on the issue of whether or not penalties could be assessed against WKG in this case under KRS 278.990(1). WKG filed a timely Petition for Rehearing/Reconsideration with the Commission on August 13, 1998.

The Commission finds that WKG's request for a rehearing should be granted on the issue of whether or not WKG could be assessed penalties for the alleged violations under KRS 278.990(1).

IT IS THEREFORE ORDERED that:

1. A hearing will be held before the Commission on Wednesday, September 30, 1998 at 9:00 p.m., Eastern Daylight Time, at the Commission's offices at 730 Schenkel Lane, Frankfort, Kentucky.

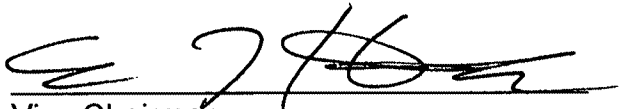
2. The Commission will hear oral arguments on the sole issue of whether or not the Commission could assess any penalty against WKG for alleged violations herein under KRS 278.990(1).

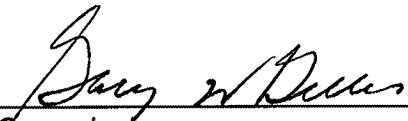
3. WKG may file a brief on this issue on or before September 22, 1998.

Done at Frankfort, Kentucky, this 2nd day of September, 1998.

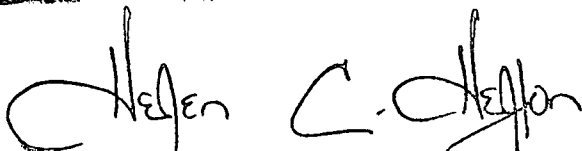
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST: _____


Executive Director