

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PENDLETON COUNTY WATER)
DISTRICT, GAS DIVISION, TO INCREASE)
ITS BASIC GAS RATES, TO IMPOSE A) CASE NO. 8568
TEMPORARY GAS SURCHARGE TO PAY ITS)
SUPPLIERS AND MOTION FOR INTERIM)
RATES)

O R D E R

On September 30, 1986, Columbia Gas Transmission Corporation ("Columbia Transmission") and Columbia LNG Corporation ("Columbia LNG") filed a joint motion requesting the Commission to order Pendleton County Water District, Gas Division, ("Pendleton") to transfer all monies currently contained in the surcharge accounts to Columbia Transmission and Columbia LNG.

On November 19, 1986, Pendleton filed a letter requesting the Commission to direct Pendleton to release the surcharge amounts to Columbia Transmission and Columbia LNG. However, Pendleton requested the Commission to determine how the surcharge amounts are to be divided between Columbia Transmission and Columbia LNG.

It is the Commission's opinion that the amounts held in the surcharge accounts should be transferred to Columbia Transmission and Columbia LNG. The surcharge amounts will be prorated based upon the amount of debt owed to each company. In addition, the

Commission is of the opinion that future surcharge collections shall be transferred monthly to Columbia Transmission and Columbia LNG.

IT IS THEREFORE ORDERED that:

1. The amounts held in the surcharge accounts shall be transferred to Columbia Transmission and Columbia LNG. The amounts will be prorated based upon the amount of debt owed to each company.

2. Pendleton shall file within 10 days of the transfer a schedule showing the amounts transferred to Columbia Transmission and Columbia LNG.

3. Future surcharge collections shall be transferred monthly to Columbia Transmission and Columbia LNG.

4. Pendleton shall continue to file monthly status reports with the Commission stating the surcharge amounts transferred to Columbia Transmission and Columbia LNG.

Done at Frankfort, Kentucky, this 12th day of December, 1986.

PUBLIC SERVICE COMMISSION

Richard D. Herman, Jr.
Chairman

Richard D. Herman, Jr.
Vice Chairman

James M. Wilkins
Commissioner

ATTEST:

Executive Director