

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF COLUMBIA GAS OF KENTUCKY, INC.)
TO EXTEND ITS GAS COST INCENTIVE PROGRAM AND) CASE NO.
OFF-SYSTEM SALES AND CAPACITY RELEASE REVENUE) 2008-00433
SHARING MECHANISM)

O R D E R

On January 9, 2009, Interstate Gas Supply, Inc. ("IGS") filed written comments on Columbia Gas of Kentucky, Inc.'s ("Columbia") application. Columbia proposes to extend the operation of its gas cost incentive program ("GCIM") and off-system sales and capacity release revenue sharing mechanism ("OSS/CR RSM") through October 31, 2012 for the GCIM, and through March 31, 2013 for the OSS/CR RSM. While IGS does not oppose the proposed extensions, it argues that the term of these programs should match the term of Columbia's Customer Choice Program, which runs through March 31, 2011.¹

Finding that Columbia and any interested party should be afforded an additional opportunity to address the issues presented in Columbia's application, IT IS HEREBY ORDERED that:

1. Columbia may file written comments in response to IGS's comments within 10 days from the date of this Order.
2. Any party desiring a hearing in this matter shall submit a written request for such hearing within 20 days of the date of this Order.

¹ Case No. 2008-00195, The Application of Columbia Gas of Kentucky, Inc. to Extend its Small Volume Gas Transportation Service.

3. If no request for hearing is filed with the Commission within 20 days of the date of this Order, this matter shall stand submitted for decision.

Done at Frankfort, Kentucky, this 30th day of January, 2009.

By the Commission

ATTEST:



Executive Director

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