

July 7, 2009

VIA OVERNIGHT MAIL

Mr. Jeff Derouen
Executive Director
Public Service Commission
Commonwealth of Kentucky
211 Sower Boulevard
P. O. Box 615
Frankfort, KY 40602

RECEIVED

JUL 08 2009


PUBLIC SERVICE
COMMISSION

RE: Case No. 2009-00141

Dear Mr. Derouen,

Enclosed for filing are the original and eleven (11) copies of Columbia Gas of Kentucky, Inc.'s second supplemental responses to the Attorney General's first set of data requests in the above case. Please docket the original and ten (10) copies and return the extra copy to me in the self addressed stamped envelope enclosed. Should you have any questions about this filing, please contact me at 614-460-4648. Thank you.

Sincerely,



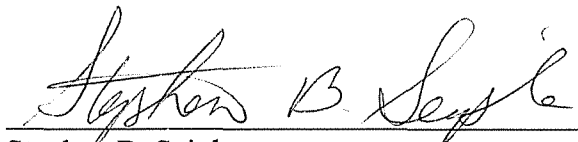
Stephen B. Seiple
Assistant General Counsel

Enclosures

cc: All Parties of Record
Hon. Richard S. Taylor

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing Supplemental Responses of Columbia Gas of Kentucky, Inc., were served upon all parties of record by regular U. S. mail this 7th day of June, 2009.



Stephen B. Seiple
Attorney for
COLUMBIA GAS OF KENTUCKY INC.

SERVICE LIST

Iris G. Skidmore
Bates & Skidmore
415 W. Main Street, Suite 2
Frankfort, Kentucky 40601

Dennis G. Howard, II
Lawrence W. Cook
Office of the Attorney General
1024 Capitol Center Drive, Suite 200
Frankfort, Kentucky 40601-8204

David F. Boehm
Boehm, Kurtz & Lowry
36 E. Seventh Street, Suit 1510
Cincinnati, Ohio 45202

Tom Fitzgerald
Liz D. Edmondson
Kentucky Resources Council, Inc.
P.O. Box 1070
Frankfort, Kentucky 40602-1070

W. L. Wilson
Leslye M. Bowman
Lexington-Fayette Urban County Government
200 East Main Street
Lexington, Kentucky 40507

Robert M. Watt, III
Stoll Keenon Ogden PLLC
300 West Vine Street
Suite 2100
Lexington, KY 40507-1801

**COLUMBIA GAS OF KENTUCKY, INC.
RESPONSE TO REQUESTS FOR INFORMATION OF THE
ATTORNEY GENERAL**

Data Request 223:

Please provide all cost/benefit analysis conducted to evaluate and/or support the cost effectiveness of each of the Company's proposed demand side management (DSM) programs. In this response, provide all analyses conducted including: participant tests; ratepayer impact tests; utility impact tests; and, total resource tests. Provide in hard copy as well as in executable electronic format.

Supplemental Response:

The cost/benefit analyses conducted by the Company were provided in response to Item 19 of the Second Data Request of the Commission Staff. The tests referenced in this question have not been performed and have not been required in the DSM tariffs approved for other utilities in Kentucky.

PSC Case No. 2009-00141
AG DR Set 1-224
Supplemental Response dated July 7, 2009
Respondent(s): William Steven Seelye

**COLUMBIA GAS OF KENTUCKY, INC.
RESPONSE TO REQUESTS FOR INFORMATION OF THE
ATTORNEY GENERAL**

Data Request 224:

Please provide support and documentation for all assumptions and inputs utilized in evaluating the cost effectiveness of each proposed and considered DSM program.

Supplemental Response:

As explained in Columbia's response to Item 19 of the Second Data Request of the Commission Staff, Columbia Gas relied on the program cost estimates and commodity savings developed by Delta Natural Gas Company and filed in Case No. 2008-00062. The projected gas cost was based on forward residential natural gas prices for 2009-2018 as reported in DOE/EIA-0383(2009), released March 2009, published by the Energy Information Agency of the U.S. Department of Energy. The discount rate used in the analyses reflected the overall cost of capital proposed by Columbia.

PSC Case No. 2009-00141
AG DR Set 1-227
Supplemental Response dated July 7, 2009
Respondent(s): William Steven Seelye

**COLUMBIA GAS OF KENTUCKY, INC.
RESPONSE TO REQUESTS FOR INFORMATION OF THE
ATTORNEY GENERAL**

Data Request 227:

Please provide details supporting the cost of \$50 per Energy audit.

Supplemental Response:

The \$50 per Energy audits is based on the estimate utilized by Delta Natural Gas Company, increased slightly to reflect possible cost increases and to reflect additional audit procedures that will likely be performed under Columbia Gas's program. A true-up adjustment will be made to reconcile the actual number of audits performed and the actual cost of the audits.

PSC Case No. 2009-00141
AG DR Set 1-228
Supplemental Response dated July 7, 2009
Respondent(s): William Steven Seelye

**COLUMBIA GAS OF KENTUCKY, INC.
RESPONSE TO REQUESTS FOR INFORMATION OF THE
ATTORNEY GENERAL**

Data Request 228:

Please provide all analyses and bases for the determination of each proposed high efficiency appliance rebate amount.

Supplemental Response:

Columbia is proposing the same rebates offered by Delta Natural Gas Company, which were approved by the Commission in Case No. 2008-00062. There are no separate analyses.

PSC Case No. 2009-00141
AG DR Set 1-229
Supplemental Response dated July 7, 2009
Respondent(s): William Steven Seelye

**COLUMBIA GAS OF KENTUCKY, INC.
RESPONSE TO REQUESTS FOR INFORMATION OF THE
ATTORNEY GENERAL**

Data Request 229:

Please provide support for the determination and establishment of a proposed \$2,200 cap on the proposed Low-Income High Efficiency Furnace Replacement Program.

Supplemental Response:

It is anticipated that furnace replacement could cost anywhere in the range of \$2,200 to \$4,200. The bottom end of this range was selected as the rebate for the Low-Income High Efficiency Furnace Replacement Program.