

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of North)
Coast Gas Transmission LLC for Approval) Case No. 07-01-PL-AEC
of a New Natural Gas Transportation)
Service Contract with KNG Energy, Inc.)

ENTRY

The Commission finds:

- (1) On March 30, 2004, in *In the Matter of the Application of North Coast Gas Transmission LLC for Approval of Tariffs and to Become a Commission-Regulated Pipe-Line Company and Public Utility*, Case No. 04-265-PL-ATA, the Commission approved tariffs authorizing North Coast Gas Transmission LLC ("North Coast") to operate as an intrastate pipeline company in Ohio subject to the Commission's jurisdiction. Recognizing the wholesale nature of its transportation business, the approved tariffs provided for the rates and terms for transportation services to be individually approved by the Commission pursuant to Section 4905.31, Revised Code. In Case No. 04-265-PL-ATA, the Commission also approved a natural gas transportation agreement pursuant to which KNG Energy Inc., (KNG) has been obtaining transmission service from North Coast.
 - (2) On January 2, 2007, North Coast filed an application, consistent with those tariffs, for approval of a new agreement for natural gas transportation service with KNG, as the prior agreement has expired. The proposed agreement with KNG is for firm service for an initial term of three years, commencing January 16, 2007 through March 31, 2010, and will continue year to year thereafter unless terminated by either party upon one year's written notice. A motion for a protective order seeking protection of the price, volume, and shrinkage information was also filed. The confidential information has been filed under seal.
 - (3) On January 16, 2007, KNG filed a motion for intervention, and comments in support of the application. KNG is a Commission-regulated natural gas local distribution company. KNG owns and operates natural gas distribution systems in northwest Ohio, and currently serves customers in Hancock County, Putnam County, Seneca County, and Wood County, Ohio. KNG requires the services of various transmission providers, including the services of this is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business.
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North Coast, to transport natural gas volumes to its city gates for the purpose of supplying natural gas to its distribution customers. The Commission finds that the motion to intervene is reasonable and should be granted.

- (4) The Commission has reviewed the proposed agreement and finds that it is reasonable and in the public interest and should be approved.
- (5) Regarding the motion for a protective order, we understand that negotiated price and quantity terms can be sensitive information in a competitive environment. In accordance with Rule 4901-1-24, Ohio Administrative Code, a protective order prohibiting disclosure of the confidential information provided under seal will be granted. This protective order will automatically expire 18 months after the date of this Entry. Any party wishing to extend this confidential treatment should file an appropriate motion at least 45 days in advance of the expiration date.

It is, therefore,

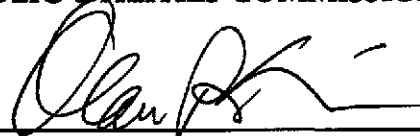
ORDERED, That KNG's motion to intervene be granted. It is, further

ORDERED, That North Coast's proposed agreement with KNG be approved. It is, further,

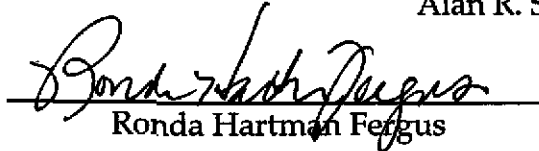
ORDERED, That, for 18 months from the date of this Entry, the Docketing Division of the Commission should maintain, under seal, the confidential information filed by North Coast on January 2, 2007. It is, further,

ORDERED, That a copy of this Entry be served upon each party of record.

THE PUBLIC UTILITIES COMMISSION OF OHIO



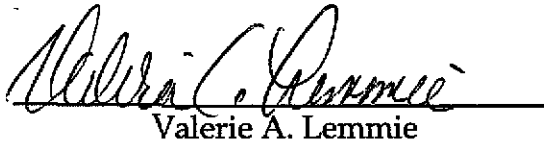
Alan R. Schriber, Chairman



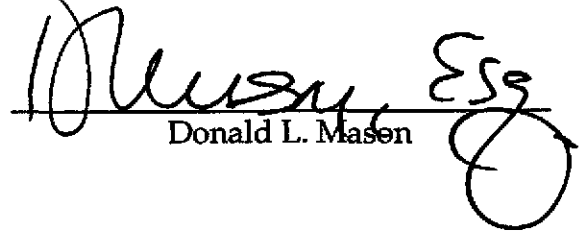
Ronda Hartman Fergus



Judith A. Jones



Valerie A. Lemmie



Donald L. Mason

JR:sm

Entered in the Journal

MAR 07 2007



Renee J. Jenkins
Secretary