BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the joint) Application No. NG-0039 application of Kinder Morgan,) Inc., Houston, Texas; KM Retail) Utilities Holdco LLC, Houston, Texas; Source Gas Distribution LLC, Lakewood, Colorado, Source Gas Holdings LLC, Stamford, Con-) necticut; and Source Gas LLC,) ORDER REVISING PROCEDURAL Stamford, Connecticut; seeking) SCHEDULE approval of (1) the proposed) transfer of Kinder Morgan,) Inc.'s Nebraska Certificate of) Convenience and utility assets to Source Gas Distribution LLC; and (2) the proposed change of) control of Source Gas Distri-) bution LLC from Kinder Morgan,) Inc. to Source Gas LLC. Entered: January 17, 2007)

BY THE HEARING OFFICER:

On September 29, 2006, a joint application was filed with the Nebraska Public Service Commission (Commission) by Kinder Morgan, Inc.; KM Retail Utilities Holdco LLC; Source Gas Distribution LLC; Source Gas Holdings LLC; and Source Gas LLC, (collectively the "Applicants") seeking approval of (1) the proposed transfer of Kinder Morgan, Inc.'s Nebraska Certificate of Convenience and utility assets to Source Gas Distribution LLC; and (2) the proposed change of control of Source Gas Distribution LLC; and (2) the proposed change of control of Source Gas LLC. A Petition of Formal Intervention was timely filed by the Public Advocate.

In order to process the application, a planning conference was held in this matter on November 13, 2006. A planning conference order was issued on November 21, 2006, setting deadlines for various events in the above-captioned proceedings. On December 22, 2006, the Public Advocate filed a Motion for Extension of Case Progression Deadlines seeking extensions of various deadlines established in the planning conference order and a continuance of the February 14, 2007 hearing. The Applicants objected to the relief sought in the Public Advocate's motion. Subsequently, counsel for the Applicants and the Public Advocate, resolved the dispute concerning the Public Advocate's December 22, 2006 motion. On January 8, 2007, the parties in the above-captioned matter filed a Joint Stipulation for Amendment of Scheduling Order with the Commission.

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The parties request that the planning conference order issued on November 21, 2006, be amended as follows:

Monday January 15 Testimony of Intervenors Filed

Tuesday January 16 Discovery on Intervenor Testimony Begin

Wednesday January 24 Discovery on Intervenor Testimony Ends

Cancelled Prehearing and Technical Conference

Wednesday January 31 Rebuttal Testimony (if any) Filed

The parties requested the Prehearing and Technical Conference previously scheduled for January 17, 2007, be cancelled with the understanding that the event would be rescheduled if the Applicants, the Public Advocate or the Commission deemed it necessary. The parties further agreed that the February 14, 2007 hearing date would remain unchanged at this time.

As hearing officer, I find that the requested amendments to the planning conference order of November 21, 2006, should be granted and the revisions to the procedural schedule contained above should be adopted.

ORDER

IT IS THEREFORE ORDERED by the Hearing Officer in this matter that the requested amendments to the procedural schedule contained in the November 21, 2006 planning conference order be, and are hereby, granted.

IT IS FURTHER ORDERED that the deadlines and requirements established in this order are hereby adopted.

MADE AND ENTERED in Lincoln, Nebraska on this 17th day of January, 2007.

BY:

Gerald L. Vap HEARING OFFICER