

TENNESSEE REGULATORY AUTHORITY



7-10-06
460 James Robertson Parkway
Nashville, Tennessee 37243-0505

TRA-05-0321

MEMORANDUM

TO: Docket File

FROM: Pat Murphy, Manager *PM*
Utilities Division

DATE: July 6, 2006

SUBJECT: Docket No. 05-00321 - Chattanooga Gas Company's Actual Cost Adjustment Filing for the 12-Months Ended June 30, 2005.
Docket No. 05-00322 - Chattanooga Gas Company's Annual Incentive Plan Filing for the 12-Months Ended June 30, 2005.

The Audit Staff in Dockets 05-00321 and 05-00322 issued its audit reports on June 23, 2006 and June 27, 2006 respectively. These Dockets were scheduled to be heard by the Panel of Directors at the July 10, 2006 Authority Conference. On June 30, the Company requested until July 17 to file its responses to the Audit Staff's Conclusions and Recommendations contained in the audit reports. On July 5, pursuant to TRA Rule 1220-4-7-.03(2), the Company specifically requested that the consideration of these Dockets be deferred to the August 7, 2006 Authority Conference. Audit Staff does not object to this request made by Chattanooga Gas Company.

c: Chairman Sara Kyle
Director Pat Miller
Director Ron Jones
Director Eddie Roberson
Richard Collier
Darlene Standley
Carsie Mundy