THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Shari Feist Albrecht, Chair

Jay Scott Emler Dwight D. Keen

In the Matter of the Application of Kansas Gas)	
Service, a Division of ONE Gas, Inc.'s)	
Submission of its Insurance Policy)	Docket No. 18-KGSG-392-CON
Agreements with Utility Insurance Company,)	
Pursuant to K.S.A. 66-1402.)	

ORDER CLOSING DOCKET

The above-captioned matter comes before the State Corporation Commission of the State of Kansas (Commission). Having examined the files, the Commission finds and concludes as follows:

- 1. On March 14, 2018, Kansas Gas Service, a Division of ONE Gas, Inc. ("Kansas Gas Service," and "ONE Gas," respectively) filed its Application providing its Insurance Policy Agreements with Utility Insurance Company, an affiliated company of Kansas Gas Service. On May 25, 2018, Kansas Gas Service filed an Amended Application.
- 2. On August 31, 2018, Commission Staff filed its Report and Recommendation, recommending the Commission not take action pursuant to K.S.A. 66-1402 to prevent Kansas Gas Service from participating in the establishment of ONE Gas' wholly owned captive insurance company.
- 3. Pursuant to K.S.A. 66-1402, "[n]o management, construction, engineering or similar contract, hereinafter made, with any affiliated interest, as defined in K.S.A. 66-1401 and amendments thereto, shall be effective unless it shall first have been filed with the commission."

The Commission has the authority to disapprove such contracts found to be not in the public interest; however, no action is required by the Commission to otherwise approve of the contract.¹

4. Upon review of Staff's Report and Recommendation, the Commission adopts

Staff's Report and Recommendation. This Commission finds it is appropriate to take no action

and close this docket.

IT IS, THEREFORE, BY THE COMMISSION ORDERED THAT:

(A) Staff's Report and Recommendation is adopted; the Commission takes no further

action and this docket shall be closed.

(B) The parties have fifteen (15) days, plus three (3) days if service of this order is by

mail, from the date this order was served in which to petition the Commission for reconsideration

of any issue or issues decided herein.²

(C) The Commission retains jurisdiction over the subject matter and the parties for the

purpose of entering such further orders as it may deem necessary and proper.

BY THE COMMISSION IT IS SO ORDERED.

Albrecht, Chair; Emler, Commissioner; Keen, Commissioner.

Dated: _____

Lynn M. Retz

Secretary to the Commission

Lynn M. Reg

AS

¹ K.S.A. 66-1402.

² K.S.A. 66-118b; K.S.A. 2012 Supp. 77-529(a)(1).

2

CERTIFICATE OF SERVICE

18-KGSG-392-CON

10-11000-392-0011	
I, the undersigned, certify that the true copy of the attached Order ha	s been served to the following parties by means of
electronic service on09/18/2018	
JAMES G. FLAHERTY, ATTORNEY ANDERSON & BYRD, L.L.P. 216 S HICKORY PO BOX 17 OTTAWA, KS 66067 Fax: 785-242-1279 jflaherty@andersonbyrd.com	AMBER SMITH, CHIEF LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604 Fax: 785-271-3167 a.smith@kcc.ks.gov
JANET BUCHANAN, DIRECTOR- REGULATORY AFFAIRS KANSAS GAS SERVICE, A DIVISION OF ONE GAS, INC. 7421W 129TH ST OVERLAND PARK, KS 66213-2713 Fax: 913-319-8622 janet.buchanan@onegas.com	JUDY JENKINS HITCHYE, MANAGING ATTORNEY KANSAS GAS SERVICE, A DIVISION OF ONE GAS, INC. 7421 W 129TH ST OVERLAND PARK, KS 66213-2713 Fax: 913-319-8622 judy.jenkins@onegas.com
·	
/S/ Dee	eAnn Shupe
DeeAn	n Shupe