

**LETTER OF CONCERN**

**CERTIFIED MAIL - RETURN RECEIPT REQUESTED**

August 18, 1999

Mr. Frank Czeschin  
Vice President  
Indiana Utilities Corp  
123 West Chestnut St.  
Corydon, Indiana 47112

CPF 27117-C

Dear Mr. Czeschin:

Over the period of September 22-23, 1997, Mr. Lynnard Tessner, a representative of the Southern region, Office of Pipeline Safety, conducted an onsite pipeline safety inspection of Indiana Utilities Corporation's pipeline facilities within the state of Kentucky. During the inspection the following concerns were identified:

1. The company's welding manual is not detailed enough to allow a qualified welder to follow the needed procedure.
2. The Drug and Alcohol plan needs to be brought up to date.
3. The O&M manual needs to be reviewed and revised in a timely manner.

We hope you will consider these areas of concern and take appropriate action to further improve your efforts toward improved pipeline safety.

Sincerely,

Frederick A. Joyner  
Director, Southern Region  
Office of Pipeline Safety