

On or before March 9, 1999, Kaiser-Francis proposes to file documentation with the Commission, of those royalties which were not collectible and disburse the recovered royalty refund principal only to Williams. Until that time, Kaiser-Francis proposes to place the interest from royalty refunds which was recovered in its escrow account to protect the royalty owners. In addition, Kaiser-Francis argues that its proposal for an escrow account is necessary to protect its property and that of its royalty owners.

Any person desiring to be heard or to make any protest with reference to said petition should on or before 15 days after the date of publication in the **Federal Register** of this notice, file with the Federal Energy Regulatory Commission, 888 First Street, N.E., Washington, D.C. 20426, a motion to intervene or a protest in accordance with the requirements of the Commission's Rules of Practice and Procedure (18 CFR 385.214, 385.211, 385.1105, and 385.1106). All protests filed with the Commission will be considered by it in determining the appropriate action to be taken but will not serve to make the protestants parties to the proceeding. Any person wishing to become a party to a proceeding or to participate as a party in any hearing therein must file a motion to intervene in accordance with the Commission's Rules.

David P. Boergers,

Acting Secretary.

[FR Doc. 98-7777 Filed 3-24-98; 8:45 am]

BILLING CODE 6717-01-M

DEPARTMENT OF ENERGY

Federal Energy Regulatory Commission

[Docket No. SA98-51-000]

Kansas Petroleum, Inc.; Notice of Petition for Adjustment

March 19, 1998.

Take notice that on March 9, 1998, Kansas Petroleum, Inc. (KPI), James E. Rhude, E.N. Diderich Trust, and Rhude & Fryberger, Inc., collectively referred to as Applicants, filed a petition for adjustment under section 502(c) of the Natural Gas Policy Act of 1978 (NGPA), requesting that the refund procedures in the Commission's September 10, 1997, order in Docket Nos. RP97-369-000, GP97-3-000, GP97-4-000, and GP97-5-000,¹ be altered with respect to

Applicant's Kansas ad valorem tax refund liability.

The Commission's September 10 order on remand from the D.C. Circuit Court of Appeals² directed first sellers under the NPGA to make Kansas ad valorem tax refunds, with interest, for the period from 1983 to 1988. The Commission issued a January 28, 1998 order in Docket No. RP98-39-001, *et al.* (January 28 Order),³ clarifying the refund procedures, stating that producers could request additional time to establish the uncollectability of royalty refunds, and that first sellers may file requests for NGPA section 502(c) adjustment relief from the refund requirement and the timing and procedures for implementing the refunds, based on the individual circumstances applicable to each first seller.

Applicants request that the Commission pursuant to the Commission's January 28 order, (1) grant an extension of 60 days to make refunds to allow Applicants and Colorado Interstate Gas Company (CIG) to reach an agreement of the correct amount of the potential refund liability of Applicants and submit any unresolved dispute to the Commission; (2) to grant an adjustment to its procedures to allow to defer payment to CIG of principal and interest refunds attributable to royalties for one year until March, 9, 1999, and (3) to grant adjustment to its procedures to allow Applicants to place into an escrow account during the requested 1-year deferral period the amount of the refund which is in dispute if there is a dispute and also (i) an amount equal to the royalty refunds which have not been collected from royalty owners (principal and interest), (ii) principal and interest on amounts attributable to production prior to October 4, 1983, (iii) interest on royalty amounts which have been recovered from the royalty owners (principal of which was refunded) and (iv) interest on all reimbursed principal amounts determined to be refundable as being in excess of maximum lawful prices (excluding interest retained under (i), (ii), and (iii) above.

Applicants also request that, if retaining these funds in escrow is not permitted, the Commission adopt other procedures requiring CIG to repay to Applicants, with interest, any of the amounts paid to them from escrow which subsequently are determined to

have been a part of their refund obligation.

Any person desiring to be heard or to make any protest with reference to said petition should on or before 15 days after the date of publication in the **Federal Register** of this notice, file with the Federal Energy Regulatory Commission, 888 First Street, N.E., Washington, D.C. 20426, a motion to intervene or a protest in accordance with the requirements of the Commission's Rules of Practice and Procedure (18 CFR 385.214, 385.211, 385.1105, and 385.1106). All protests filed with the Commission will be considered by it in determining the appropriate action to be taken but will not serve to make the Protestants parties to the proceeding. Any person wishing to become a party to a proceeding or to participate as a party in any hearing therein must file a motion to intervene in accordance with the Commission's Rules.

David P. Boergers,

Acting Secretary.

[FR Doc. 98-7792 Filed 3-24-98; 8:45 am]

BILLING CODE 6717-01-M

DEPARTMENT OF ENERGY

Federal Energy Regulatory Commission

[Docket No. SA98-52-000]

Kansas Petroleum, Inc.; Notice of Petition for Adjustment

March 19, 1998.

Take notice that on March 9, 1998, Kansas Petroleum, Inc., E.N. Diderich Trust, James E. Rhude, and Rhude & Fryberger, Inc. (Applicants), filed in Docket No. SA98-52-000 a petition for adjustment pursuant to Section 502(c) of the Natural Gas Policy Act 15 U.S.C. 3412(c) and Rules 1101-1117 of the Commission's Rules of Practice and Procedure (18 CFR 385.1101-385.1117) requesting to be relieved from any further refund liability not heretofore paid for the Kansas *ad valorem* tax reimbursements set forth in a Statement of Refunds Due submitted to Kansas Petroleum, Inc. by KN Interstate Transmission Co. Pending determination of this request, Applicants also request that they be permitted to place in an escrow account the amount of interest on the refund liability as calculated by them, all as more fully set forth in the petition which is on file with the Commission and open to public inspection.

Applicants state that, in a Settlement Agreement dated January 16, 1989, with

¹ See 80 FERC ¶ 61,264 (1997); order denying reh'g issued January 28, 1998, 82 FERC ¶ 61,058 (1998).

² *Public Service Company of Colorado v. FERC*, 91 F.3d 1478 (D.C. 1996), cert. denied, Nos. 96-954 and 96-1230 (65 U.S.L.W. 3751 and 3754, May 12, 1997).

³ 82 FERC ¶ 61,059 (1998).

K N Energy, Inc., reimbursement have already been made for the 14 wells involved. As such, Applicants ask that the mutual release be fully enforced and that Applicants be released of refund liability as to total refund amount, both principal and interest. However, Applicants state that they are willing to refund and have refunded the principal of the excess reimbursements in accordance with their calculations. Also, Applicants indicate that the interest on the refunds creates a hardship and are unfair. Applicants are depositing in an escrow account the amount of interest on their principal liability and ask that their deposit of funds into the escrow account be approved.

Any person desiring to be heard or to make any protest with reference to said petition should on or before 15 days after the date of publication in the **Federal Register** of this notice, file with the Federal Energy Regulatory Commission, 888 First Street, N.E., Washington, D.C. 20426, a motion to intervene or a protest in accordance with the requirements of the Commission's Rules of Practice and Procedure (18 CFR 385.214, 385.211, 385.1105, and 385.1106). All protests filed with the Commission will be considered by it in determining the appropriate action to be taken but will not serve to make the protestants parties to the proceeding. Any person wishing to become a party to a proceeding or to participate as a party in any hearing therein must file a motion to intervene in accordance with the Commission's Rules.

David P. Boerges,
Acting Secretary.

[FR Doc. 98-7793 Filed 3-24-98; 8:45 am]
BILLING CODE 6717-01-M

DEPARTMENT OF ENERGY

Federal Energy Regulatory Commission

[Docket No. RP98-160-000]

Koch Gateway Pipeline Company; Notice of Proposed Changes in FERC Gas Tariff

March 19, 1998.

Take notice that on March 16, 1998, Koch Gateway Pipeline Company (Koch) tendered for filing as part of its FERC Gas Tariff, Fifth Revised Volume No. 1, Ninth Revised Sheet No. 1412, with an effective date of April 16, 1998.

Koch proposes an addition to Section 7.5(a) of the General Terms and Conditions regarding payments for firm transportation service requests. Section

7.5(a) requires Customers requesting firm transportation service to make a prepayment to Koch. This amount is credited back to the Customer once service commences or in the event Koch determines it is unable to provide the service. Koch proposes adding a provision reserving the right to waive this requirement on a non-discriminatory basis for any Customer who has paid transportation charges in an amount equal to or greater than the required payment during each of the three months prior to the request.

Section 7.5(a) is intended to prevent unnecessary requests for firm transportation service and therefore avoid unnecessary costs. Koch seeks to relieve established shippers and itself of the burden related to administering this provision while still maintaining a level of protection from such requests.

Any person desiring to be heard or to protest this filing should file a motion to intervene or a protest with the Federal Energy Regulatory Commission, 888 First Street, N.E., Washington, D.C. 20426, in accordance with Sections 385.214 and 385.211 of the Commission's Rules and Regulations. All such motions or protests must be filed as provided in Section 154.210 of the Commission's Regulations. Protests will be considered by the Commission in determining the appropriate action to be taken, but will not serve to make protestants parties to the proceedings. Any person wishing to become a party must file a motion to intervene. Copies of this filing are on file with the Commission and are available for public inspection in the Public Reference Room.

David P. Boergers,
Acting Secretary.

[FR Doc. 98-7757 Filed 3-24-98; 8:45 am]
BILLING CODE 6717-01-M

DEPARTMENT OF ENERGY

Federal Energy Regulatory Commission

[Docket No. SA98-17-000]

Midgard Energy Company; Notice of Petition for Adjustment

March 19, 1998.

Take notice that on March 6, 1998, Midgard Energy Company (Midgard) filed a petition for adjustment under section 502(c) of the Natural Gas Policy Act of 1978 (NGPA),¹ requesting the grant of a procedural adjustment in connection with its refund liability to Panhandle Eastern Pipe Line Company

(Panhandle) for reimbursement of Kansas ad valorem taxes, as required by the Commission's September 10, 1997 order in Docket Nos. GP97-3-000, GP97-4-000, GP97-5-000, RP97-369-000.² This petition is on file with the Commission and open to public inspection.

The Commission's September 10 order on remand from the D.C. Circuit Court of Appeals³ directed first sellers under the NGPA to make Kansas ad valorem tax refunds, with interest, for the period from 1983 to 1988. The Commission clarified the refund procedures in its Order in Northern Natural Gas Company,⁴ stating that it would grant extension of the refund due date for royalty refunds if a producer requests such an extension. In addition, the Commission indicated in its January 28th Order that it would consider adjustment requests as to the refund amounts and the refund procedures.

Midgard requests authorization to place into an escrow account both the principal and interest on pre-October 3, 1983 production and the interest on its remaining refunds to Panhandle. Midgard argues that it seeks to establish this procedure to ensure that it pays only that which is legitimately owed, and that if it is subsequently determined that it has no refund liability for interest or pre-October 3, 1983, production, it can recover the overpayment.

Any person desiring to be heard or to make any protest with reference to said petition should on or before 15 days after the date of publication in the **Federal Register** of this notice, file with the Federal Energy Regulatory Commission, 888 First Street, N.E., Washington D.C. 20426, a motion to intervene or a protest in accordance with the requirements of the Commission's Rules of Practice and Procedure (18 CFR 385.214, 385.211, 385.1105, and 385.1106). All protests filed with the Commission will be considered by it in determining the appropriate action to be taken but will not serve to make the protestants parties to the proceeding. Any person wishing to become a party to a proceeding or to participate as a party in any hearing therein must file a motion to intervene

² See 80 FERC ¶61,264 (1997); order denying reh'g issued January 28, 1998, 82 FERC ¶61,058 (1998).

³ *Public Service Company of Colorado v. FERC*, 91 F.3d 1478 (D.C. 1996), cert. denied, Nos. 96-954 and 96-1230 (65 U.S.L.W. 3751 and 3754, May 12, 1997) (Public Service).

⁴ 82 FERC ¶61,059 (1998).

¹ 15 U.S.C. 3142(c) (1982).