

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF KENTUCKY FRONTIER GAS,)	CASE NO. 2017-00256
LLC)	

COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO
KENTUCKY FRONTIER GAS, LLC

Kentucky Frontier Gas, LLC ("Frontier"), pursuant to 807 KAR 5:001, is to file with the Commission the original and five copies of the following information, with a copy to all parties of record. The information requested herein is due within seven days of the date of this request. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Frontier shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Frontier fails or refuses to furnish all or part of the requested information, Frontier shall

provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a document containing personal information, Frontier shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to the cover letter of the Application.

- a. Provide details supporting the reference to the year-to-date Lost and Unaccounted for gas "(L&U)" as slowly trending down, which is not supported by the monthly January through April 2017 Mcf purchase and sales volume information filed in Frontier's Actual Adjustment schedules.

- b. Provide a discussion of the relatively low line loss for the current quarter, and why it was similarly low for the first quarters of 2015 and 2016, which were each preceded and followed by periods of higher line loss.

- c. Provide details required by the Commission's final Order in Case No. 2017-00159¹ concerning an update of Frontier's efforts to decrease the incidence of gas loss on its system, and a discussion of its progress in reducing its L&U to 10

¹ Case No. 2017-00159, *Purchased Gas Adjustment Filing of Kentucky Frontier Gas, LLC* (Ky. PSC Apr. 27, 2017).

percent or below by the end of this year. Frontier should also provide the required estimate of when its L&U will be reduced to 5 percent or below.

2. Refer to Schedule I. Confirm that the previous quarter BA should be \$.0035 per Mcf, as approved by the Commission in Case No. 2017-00159, instead of \$.3681.

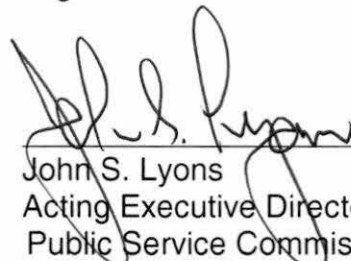
3. Refer to Schedule II. Confirm that the Southern Energy rates should be \$5.0214 and \$6.2714 instead of \$5.4282 and \$6.6782, respectively.

4. Refer to Schedule V.

a. Confirm that (\$8,384.58) was the total cost difference used to calculate the (\$.0308) per Mcf AA effective May 1, 2016, from Case No. 2016-00135,² instead of (\$10,395) as shown in the Balance Adjustment ("BA") calculation.

b. Confirm that the BA calculation should also include a reconciliation of the \$.0023 BA from Case No. 2016-00135, which was calculated to collect \$624 from Frontier's customers.

5. Provide any necessary corrections to Frontier's Gas Cost Recovery Rate based on the responses provided to Items 2 through 4.



John S. Lyons
Acting Executive Director
Public Service Commission
P.O. Box 615
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DATED **JUL 06 2017**

cc: Parties of Record

² Case No. 2016-00135, *Purchased Gas Adjustment Filing of Kentucky Frontier Gas, LLC* (Ky. PSC Apr. 7, 2016).

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