COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY FRONTIER)	
GAS COMPANY, LLC FOR APPROVAL OF)	CASE NO.
ADJUSTMENT OF FARM TAP RATES)	2011-00513

ORDER

On December 20, 2011, Kentucky Frontier Gas Company, LLC ("Frontier") tendered an application for an adjustment of farm tap rates based on a historical test period. The application proposed that the rate request be processed pursuant to 807 KAR 5:001, Section 10(1), which governs general rate applications, rather than 807 KAR 5:026, the regulation governing farm tap rate requests. This proposal, based on the unique nature of Frontier's provision of farm tap service (it owns no gas wells or gathering lines), was approved by Order dated January 17, 2012. In its application, Frontier included a tariff with its proposed rates showing an effective date of March 1, 2012.

Based on a review of Frontier's application, the Commission finds that an investigation will be necessary to determine the reasonableness of the proposed rates and that the investigation cannot be completed by March 1, 2012. Therefore, pursuant to KRS 278.190(2), the Commission will suspend the effective date of the proposed rates for five months.

¹ The January 17, 2012 Order also approved Frontier's request for waivers of various filing requirements contained in 807 KAR 5:001, Section 10.

IT IS THEREFORE ORDERED that:

- 1. Frontier's proposed rates, which are to be effective on March 1, 2012, are suspended for five months, up to and including July 31, 2012.
- 2. The procedural schedule shown in the Appendix, which is attached hereto and incorporated herein, shall be followed.
- 3. a. All requests for information and responses thereto shall be appropriately bound, tabbed and indexed and the original and 10 copies shall be filed with the Commission, with copies to all parties of record. Any request for information by letter from Commission Staff shall be responded to as if set forth in a Commission Order. All responses shall include the name of the witness who will be responsible for responding to questions related to the information provided.
- b. Each response shall be provided under oath or, for representatives of a public or private corporation or a partnership or an 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.
- c. A party 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.
- d. For any request to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

- 4. Any party filing testimony shall file an original and 10 copies with the Commission, with copies to all parties of record.
- 5. Frontier shall give notice of any hearing in accordance with the provisions set out in 807 KAR 5:011, Section 8(5). At the time publication is requested, Frontier shall forward a duplicate of the notice and request to the Commission.
- 6. At any public hearing in this matter, neither opening statements nor summarization of direct testimony shall be permitted.
- 7. Any objections or motions relating to discovery or procedural dates shall be filed upon four business days' notice or the filing party shall explain, in writing, why such notice was not possible.
- 8. Motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.
- 9. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

By the Commission

ENTERED

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JAN 3 0 2012

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00513 DATED JAN 3 0 2012

All requests for information to Frontier shall be filed no later than	02/15/12
Frontier shall file responses to requests for information no later than	03/02/12
All supplemental requests for information to Frontier shall be filed no later than	03/16/12
Frontier shall file response to supplemental requests for information no later than	03/30/12
Intervenor testimony, if any, in verified prepared form, shall be filed no later than	. To be determined
Data requests to Intervenors shall be filed no later than	. To be determined
Intervenors' responses to data requests shall be filed no later than	To be determined
Last day for Frontier to publish notice of hearing	To be scheduled
Public Hearing to be held in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of cross-examination of witnesses	To be scheduled

Honorable John N Hughes Attorney at Law 124 West Todd Street Frankfort, KENTUCKY 40601