Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov David L. Armstrong Chairman

James W. Gardner Vice Chairman

Charles R. Borders Commissioner

September 14, 2010

John E. Selent Dinsmore & Shohl, LLP 1400 PNC Plaza 500 West Jefferson Street Louisville, KY 40202

Carie M. Jones Chesapeake Appalachia, LLC 6100 N. Western Avenue Oklahoma City, OK 73118

RE: Case No 2010-00357 - Filing Deficiencies

The Commission staff has reviewed Chesapeake Appalachia, LLC's application in the above case. This filing is rejected for the reasons set forth below.

Filing deficiencies pursuant to:

- (1) 807 KAR 5:026, Section 9(1)(a) Has 60 days' notice been given to the Commission? (No effective date means no notice give and this is acceptable.)
- (2) 807 KAR 5:026, Section 9(1)(b) If the proposed percentage increase exceeds the percentage change in the price index but the proposed rate is below the highest prevailing gas rate approved by the commission, the gas company shall submit, with its proposed tariff, cost data which support the proposed increase. This shall include its costs to provide service in each of the previous two (2) years and shall be current within ninety (90) days of the date the proposed tariff is filed.

The statutory time period in which the Commission must process this case will not commence until the above-mentioned information is filed with the Commission. If your filing contains a proposed effective date, the rejection of your filing for reasons of deficiencies voids that proposed effective date. When you file the required information to correct the deficiencies, you may refile your proposed tariff with a new proposed effective date that is at least 30 days from the date you file the required information. You are requested to file an original and 10 copies of this information within 15 days of date of this letter.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,

Linda Faulkner

Filings Division Director

LF/rs

