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David L. Armstrong
Chairman

James W. Gardner
Vice Chairman

October 29, 2012

PARTIES OF RECORD

Re: Case No. 2011-00443

Attached is a copy of the memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the informal conference memorandum, please do so within five days of receipt of this letter. If you have any questions, please contact Virginia Gregg at 502-564-3940, Extension 407.

Sincerely,

A handwritten signature in black ink, appearing to read "Jeff Derouen".

Jeff Derouen
Executive Director

VG/kar
Attachment

INTRA-AGENCY MEMORANDUM
KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File
FROM: Virginia Gregg, Staff Attorney
DATE: October 26, 2012
SUBJECT: Informal Conference
Case No. 2011-00443

APPLICATION OF KENTUCKY FRONTIER GAS, LLC FOR
APPROVAL OF CONSOLIDATION OF AND ADJUSTMENT OF
RATES, APPROVAL OF AMR EQUIPMENT AND A
CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY
FOR INSTALLATION OF AMR, PIPELINE REPLACEMENT
PROGRAM, REVISION OF NON-RECURRING FEES AND
REVISION OF TARIFFS

On October 9, 2012, representatives of Kentucky Frontier Gas, LLC ("Frontier") participated with Commission Staff ("Staff") in an informal conference regarding the above-styled case. A sign-in sheet listing those participants is attached to this memorandum.

The purpose of the informal conference was to review issues involving the pending case, including a discussion of several items addressed by Staff in its First Request for Information, which was issued October 5, 2012. Frontier advised Commission Staff on its current staffing at several of its gas systems and recent weather trends that have affected its annual gas requirements. Frontier clarified that the test year for this case is calendar year 2011. There was a general discussion regarding the corporate status of the 10 separate systems Frontier operates and the intent to consolidate all of the local distribution companies for purposes of Frontier's tariff and its general rates, as well as a combined process for gas cost recovery filings and rates.

There was discussion about Frontier's proposed pipeline replacement program and its proposed automated meter reading system. Frontier expressed its desire to move toward using a single brand of meter throughout its entire system. There was also discussion of the need for all components of Frontier's farm tap tariff to be kept separate from its local distribution tariff.

Thereafter, the conference adjourned.

Attachment

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY FRONTIER)
GAS, LLC FOR APPROVAL OF)
CONSOLIDATION OF AND ADJUSTMENT OF)
RATES, APPROVAL OF AMR EQUIPMENT) CASE NO.
AND A CERTIFICATE OF CONVENIENCE AND) 2011-00443
NECESSITY FOR INSTALLATION OF AMR,)
PIPELINE REPLACEMENT PROGRAM,)
REVISION OF NON-RECURRING FEES AND)
REVISION OF TARIFFS)

October 9, 2012

Please sign in:

NAME	REPRESENTING
<u>Errol K. Wagner</u>	<u>Ky PSC</u>
<u>GARY GLOVER</u>	<u>PSC - ENGINEERING</u>
<u>Jason Brangers</u>	<u>PSC</u>
<u>Leah Faulkner</u>	<u>PSC - FA</u>
<u>STEVEN SHUTE</u>	<u>KY FRONTIER GAS</u>
<u>Jack Hughes</u>	<u>" " "</u>
<u>JEFF SHAW</u>	<u>PSC - FA</u>
<u>Virginia Gregg</u>	<u>PSC - legal</u>
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