

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT        )     CASE NO.  
FILING OF VALLEY GAS, INC.        )     2017-00439

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION  
TO VALLEY GAS, INC.

Valley Gas, Inc. ("Valley Gas"), pursuant to 807 KAR 5:001, is to file with the Commission the original and six copies of the following information, with a copy to all parties of record. The information requested herein is due no later than January 5, 2018. 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 the 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.

Valley Gas 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 Valley Gas fails or refuses to furnish all or part of the requested information, it shall

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

Careful attention shall 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 filing a paper containing personal information, Valley Gas 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 Application, Schedule 2. The purchases for the 12-month period ended September 30, 2017, are shown as both 30,210 Mcf, and 30,276 Mcf.

a. State which of these amounts is correct.

b. Refer to the spreadsheet included in response to Staff's First Request for Information ("Staff's First Request"). Reconcile the amount provided in part a. of this question with the purchases shown on the spreadsheet. Include any necessary BTU conversion factor.

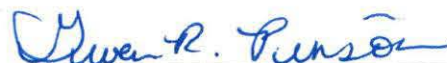
c. Refer to page 15 of Valley Gas's 2016 Annual Report filed with the Commission where Valley Gas's 2016 natural gas purchases are listed at 51,315 Mcf. Explain why Valley Gas's purchases for the 12 months ended September 30, 2017, as shown on its Gas Cost Adjustment ("GCA") application, vary so greatly from those of 2016.

2. State the date(s) Valley Gas reads its customers' meters each month.

3. Explain whether the bill Valley Gas receives from Constellation Energy is for service for a calendar month (i.e., gas used from the first day of the month through

the last day of the month). If not, explain what service period is covered by the Constellation bills.

4. Refer to the spreadsheet included in response to Staff's First Request.
  - a. For each column listed, explain whether the amounts shown in the column are measured in Mcf or Dth.
  - b. Explain whether Transport Gas is gas that actually flows to the city gate for delivery to Valley Gas's customers.
  - c. The spreadsheet lists purchase volumes of 45,129. Sales volumes plus Mago sales volumes total 31,002. Furthermore, storage volumes are shown as 0. Explain the discrepancy between the purchase volumes of 45,129 and sales of 31,002.
5. Refer to the response to Staff's First Request, Item 4. Explain why the Mago sales volumes are included in the Total Supply Volumes Purchased on the GCA application, Schedule 4.
6. Provide a description of Valley Gas's customers' meters. Provide the approximate average age of the meters, explain whether they are temperature compensating, and state whether Valley Gas believes its meters are accurately measuring the gas being delivered to its customers.



Gwen R. Pinson  
Executive Director  
Public Service Commission  
P.O. Box 615  
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DATED DEC 20 2017

cc: Parties of Record

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