KENTUCKY FRONTIER GAS, LLC.

P. O. BOX 408

PRESTONSBURG, KY 41653

May 2, 2017

RECEIVED

Public Service Commission Talina Mathews, Executive Dir P O Box 615 Frankfort, KY 40601 MAY 5 2017

Public Service Commission

Reference: Case No. 2011-00443

Dear Ms. Mathews,

Enclosed you will find the report that provides a breakdown of the PRP and AMR Surcharges for the period Jan 01, 2016 to Dec 31, 2016. This report is being filed pursuant to the requirements in Case No. 2011-00443.

If you have any questions regarding this report, please contact me at (606) 618-0881.

Sincerely,

Kimberly R. Crisp

Accountant

Kentucky Frontier Gas, LLC.

Kimbuly R. City

(606) 618-0881

KENTUCKY FRONTIER GAS, LLC Surcharge / Plant Additions

| | | Cost of Plant | Net Plant |
|----------------|-------------|---------------|------------------|
| 2016 | Surcharge | Additions | Additions |
| PRP | \$53,486.00 | \$118,684.00 | \$65,198.00 |
| ODORANT SYSTEM | | \$12,897.00 | \$12,897.00 |
| TOTAL | \$53,486.00 | \$131,581.00 | \$78,095.00 |
| | · | | |
| AMR | \$48,390.00 | \$63,271.00 | \$14,881.00 |
| | • | | |
| • | Pipe | | |
| | replacement | Feet of pipe | |
| | area | replaced | |
| | Belfry | 7311 | |
| | PUBLIC | . 867 | |
| | Total | 8178 | |
| | | | |

Future plans for PRP in 2017

PRP Projected Cost 10,000 FT 120,000 - 140,000 3 ODORIZERS 13,000

Future plans for AMR program in 2017

Future plans for AMR program in 2017 Installation of 200 Meters and 800 AMRs

 Purchase
 Amount

 AMR
 \$50,500.00

 Meter
 \$15,500.00

 Total
 \$66,000.00