Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Jerome A. Kanney Cow Creek Gas, Inc. P. O. Box 3385 Pikeville, KY 41502



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

May 10, 2006

Mark David Goss Chairman

> Teresa J. Hill Vice Chairman

Gregory Coker Commissioner

RE: Case No. 2006-00171

Please see enclosed data request from Commission Staff in the above case.

If you need further assistance, please contact Jeff Shaw at (502) 564-3940 ext. 237.

Sincerely,

Beth O'Donnell Executive Director

BOD/sh Enclosure



Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Honorable Morris Kennedy Attorney at Law 2332 Old Hickory Lane Lexington, KY 40515



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

May 10, 2006

Mark David Goss Chairman

> Teresa J. Hill Vice Chairman

Gregory Coker Commissioner

RE: Case No. 2006-00171

Please see enclosed data request from Commission Staff in the above case.

If you need further assistance, please contact Jeff Shaw at (502) 564-3940 ext. 237.

Sincerely,

Beth O'Donnell Executive Director

BOD/sh Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF COW CREEK)	CASE NO.
GAS, INC. FOR AUTHORITY TO)	2006-00171
ADJUST ITS RATES PURSUANT TO)	
HE ALTERNATIVE RATE FILING ROCEDURE FOR SMALL)	
)	
UTILITIES)	

FIRST DATA REQUEST OF COMMISSION STAFF TO COW CREEK GAS, INC.

Cow Creek Gas, Inc. ("Cow Creek"), pursuant to 807 KAR 5:001, is requested to file with the Commission the original and 5 copies of the following information, with a copy to all parties of record. The information requested herein is due no later than 14 days from the date of this request. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information herein has been previously provided, in the format requested herein, reference may be made to the specific location of said information in responding to this information request

- 1. Refer to the letter agreement between Interstate Natural Gas Company ("Interstate") and Cow Creek.
- a. Provide the term (length) of the contract and describe the process under which it can be amended, extended or cancelled.
- b. Explain in detail how Interstate and Cow Creek arrived at the \$10.00 per Mcf price.

c. Does Interstate have a physical connection to Cow Creek's system

or is a third party transporter involved in the delivery of gas to Cow Creek? If a third

party is involved, identify the third party and describe the functions it performs.

d. Does Cow Creek have the ability to purchase gas from suppliers

other than Interstate? If no, explain why. If yes, identify the other suppliers.

2. Cow Creek does not have a Gas Cost Adjustment ("GCA") clause in its

tariff. In this case, absent a GCA clause, Cow Creek is proposing to reflect an increase

in wholesale gas costs in retail rates through the Commission's Alternative Rate Filing

("ARF") procedure.

a. Explain why Cow Creek has not sought Commission approval of a

GCA clause.

b. Explain whether Cow Creek's owners and/or operators are familiar

with the purpose and workings of a GCA mechanism.

c. Explain whether Cow Creek's owners and/or operators are aware

that the purpose of the ARF procedure is to address, in the case of a small gas utility,

changes in operating costs other than the wholesale cost of natural gas.

d. Is Cow Creek opposed to establishing a GCA clause as part of its

filed tariff? If yes, explain why.

Executive Director

Public Service Commission

P. O. Box 615

Frankfort, Kentucky 40602

DATED May 10, 2006