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Commonwealth of Kentucky  
**Public Service Commission**  
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John W. Clay  
Commissioner

Christopher L. Lilly  
Commissioner  
Department of Public Protection

December 6, 2006

Ms. Janie L. Grande  
President  
G.S. Knox Gas Company  
P. O. Box 335  
Gray, KY 40734

RE: Case No. 2006-00460

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

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

Sincerely,

A handwritten signature in black ink, appearing to read "Beth O'Donnell".

Beth O'Donnell  
Executive Director

BOD/jc  
Enclosure

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF G.S. KNOX GAS )  
COMPANY TO INCREASE ITS RATES )  
AND CHARGES FOR PROVIDING FARM ) CASE NO. 2006-00460  
TAP SERVICE PURSUANT TO KRS )  
278.485 )

INITIAL DATA REQUEST OF COMMISSION STAFF  
TO G.S. KNOX GAS COMPANY

G.S. Knox Gas Company ("G.S. Knox"), pursuant to 807 KAR 5:001, is requested to file with the Commission the original and 6 copies of the information requested, with a copy to all parties of record. The information requested herein is due no later than 10 days from the date of this request. Each copy of the data requested should be placed in a bound volume with each item tabbed. 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. Provide the number of gas wells involved in serving the 29 farm tap customers.
2. Refer to Schedule I, Well Operator Cost. Explain the basis for the calculation of the base pay and the number of hours for meter reading, call-outs and maintenance and overtime.

3. Refer to Schedule 2, Administrative Personnel Cost. Explain the basis for the calculation of the base pay and the estimates of the number of hours for preparing and reviewing invoices, processing cash receipts, and collections and customer questions.

4. Refer to the first page of the application. G.S. Knox has developed its gas cost based on the NYMEX strip and a 2-year average of the Appalachian Differential. Provide a list of other indices that would be applicable for pricing the gas.

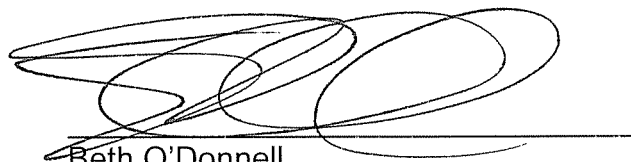
5. Provide the total volumes sold by G.S. Knox during the most recent 24-month period.

6. Provide the volumes sold to farm tap customers during the same period in 5.

7. Provide the revenue, per Mcf, derived from non-farm tap customers for the most recent 24 months.

8. The Btu conversion rate used in G.S. Knox's application is 1,230. Provide the basis for this conversion rate as well as a gas analysis for the wells serving G.S. Knox's farm tap customers.

9. Provide any documentation used to arrive at the Btu conversion rate.



Beth O'Donnell  
Executive Director  
Public Service Commission  
Post Office Box 615  
Frankfort, Kentucky 40602-0615

DATED: December 6, 2006

cc: All Parties