

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DEMA GAS COMPANY, )  
INC. FOR A RATE ADJUSTMENT PURSU- )  
ANT TO THE ALTERNATIVE RATE FILING ) CASE NO. 91-230  
PROCEDURE FOR SMALL UTILITIES )

O R D E R

IT IS ORDERED that Dema Gas Company, Inc. ("Dema") shall file an original and 12 copies of the following information with this Commission, with a copy to all parties of record. 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 witness 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 requested herein has been provided along with the original application, in the format requested herein, reference may be made to the specific location of said information in responding to this information request. The information requested herein is due no later than August 9, 1991.

1. Indicate whether transportation equipment totaling \$4,310 was included in the transfer approved in Case No. 89-100.<sup>1</sup>

2. Provide a narrative of how the acquisition adjustment was calculated.

3. Provide an itemized listing of the costs incurred to date for the preparation of this case, and an itemized estimate of the total cost to be incurred for this case. Indicate any costs incurred for this case that occurred during the test year. For each itemized listing, break down the expenses into the following categories:

- a. Accounting;
- b. Engineering;
- c. Legal; and
- d. Other (specify).

For each of these categories, provide estimates of the hours worked, the rates per hour, and specifically identify other expenses. Provide copies of any invoices, contracts or other documentation which support charges incurred or to be incurred in the preparation of this rate case.

4. Provide a listing of delinquent gas purchases by supplier. This listing should indicate the month delinquent, the amount delinquent, and the number of days delinquent. Also, provide an explanation as to why the gas purchases are delinquent.

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<sup>1</sup> Case No. 89-100, A Joint Application of Right Beaver Gas Company and Dema Gas Company, Inc. to Approve the Sale of Right Beaver Gas Company and Purchase of Same by Dema Gas Company, Inc., Order dated July 7, 1989.

5. Provide a detailed description of the line replacement referenced on page 5 of the application. Include a schedule of all construction costs broken down by component of utility plant. Indicate the dates the work took place. Indicate how the project has been financed.

6. a. Describe the circumstances surrounding the customer's large leak. This description should include the location of the leak, name of the customer affected, time period in which the gas leak occurred, and how the leak was discovered.

b. State whether any adjustment made to customer's bill for leak. If yes, explain the adjustment.

c. Explain how Dema determined the amount of gas loss.

7. Refer to Dema's application, pages 30-35. Explain why meters are tested when service is restored after requested discontinuance or disconnection for non-payment of bill. State whether such testing is consistent with Commission Regulation 807 KAR 5:022, Section 8.

Done at Frankfort, Kentucky, this 25th day of July, 1991.

PUBLIC SERVICE COMMISSION

  
For the Commission

ATTEST:

  
Executive Director