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)
PROCEDURE FOR SMALL UTILITIES)

CASE NO. 91-230

ORDER

IT IS ORDERED that Dema Gas Company, Inc. ("Dema") shall file no later than 10 days from the date of this Order an original and 10 copies of the following information with this Commission, with a copy to all parties of record. 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.

1. Refer to the "Agreement to Sell to Satisfy Judgement in CA NO. 89-CI-105 and Mechanic's Materialmen's Lien." This Agreement states that Right Beaver Gas Company was indebted in the amount of \$33,864.66 as a result of a judgement (\$15,680.16) and a materialmen's lien (\$18,184.50). The sum of the judgement and the materialmen's lien does not equal the amount of \$34,210.29 in the original journal entry. Explain the discrepancy.

- 2. State the total consideration, including the amount paid plus any liabilities assumed, given by Dema to acquire Right Beaver Gas Company.
- 3. List all assets obtained from the purchase of the assets of Right Beaver Gas Company. State the value assigned to each asset when Dema recorded the transaction.
- 4. Provide all journal entries made by Dema to record its purchase of Right Beaver Gas company and any subsequent adjustments to the acquisition adjustment.
- 5. Provide the calculations that produce the adjusted gas purchases expense of \$9,602, showing Mcf of gas purchased and rates per Mcf.

Done at Frankfort, Kentucky, this 11th day of September, 1991.

PUBLIC SERVICE COMMISSION

For the Commingion

ATTEST:

Executive Director