

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE PETITION OF ALLEN COUNTY GAS, INC.)
FOR APPROVAL OF A CERTIFICATE OF CONVENIENCE) CASE NO.
AND NECESSITY TO CONSTRUCT FACILITIES AND) 95-414
APPROVAL OF FINANCING)

O R D E R

IT IS ORDERED that Allen County Gas, Inc. ("Allen") shall file the original and 10 copies of the following information with the Commission, with a copy to all parties of record within 15 days from the date of this Order. Allen shall furnish with each response the name of the witness who will be available to respond to questions concerning each item of information requested should a public hearing be scheduled.

1. When will Allen secure the rights-of-way for the proposed transportation pipeline and the related facilities?

2. With reference to the proposed pipeline construction documents filed by Baldrige Engineering on November 6, 1995, provide the following information:

a. The types of polyethylene pipes, valves, fittings, and other appurtenances that are proposed for this project with reference to ASTM standard. Specify the actual length of the six-inch transmission line.

b. The computer printout based on the Mueller formula.

c. The basis for proposing to bury the pipeline with a minimum 24 inches cover in normal soil and six inches in

consolidated rock without protection from external loads. Explain in detail how this proposal complies with 807 KAR 8:022, Section 7(15).

d. The proposed maximum allowable operating pressure for the proposed system.

e. The medium to be used for pressure testing specifying pneumatic or hydrostatic testing.

f. The proposed test pressure.

g. The calculated clearance between the proposed six inch pipe and the proposed eight-inch steel casings at road crossings.

h. A drawing for a typical creek crossing if the pipeline crosses any creek along the rights-of-way.

3. Why does Allen specify a manufacturer for purchasing valves and locator tape in the construction specifications? Explain.

4. Provide one bound copy of the construction bid documents for this project.

5. Provide the operation, inspection, emergency, and maintenance manual for the proposed project.

6. Will the steel casings be cathodically protected? Explain.

7. How will cleaning and purging of the pipeline be conducted? If a low-density foam pig operation is performed on the 4.5 mile, six inch pipeline, explain how the work will be conducted.

8. Does Allen intend to install a natural gas system to serve not only Scotty's, but all of the area around it? Provide the details of Allen's plan and whether the proposed six-inch intrastate pipeline will be the main transportation pipeline for the future system.

9. According to Item 9(D) of the application, the proceeds of the \$320,000 loan will be used to pay the construction costs. However, the construction bid document included as Exhibit 4 shows construction costing \$175,773.36 with an additional \$1,000 to install casing in a creek bottom if required. Reconcile the loan amount with the construction costs and explain the need to borrow the difference.

10. Provide a depreciation schedule for the utility plant by account.

11. Provide an amortization schedule for the proposed loan as if it were issued on the date of this Order.

12. Provide a current chart of accounts for Allen in accordance with the Uniform System of Accounts for Natural Gas Utilities.

Done at Frankfort, Kentucky, this 20th day of December, 1995.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director