COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC JOINT APPLICATION OF PNG)
COMPANIES LLC, DRAKE MERGER SUB INC.)
AND DELTA NATURAL GAS COMPANY, INC.)
FOR APPROVAL OF AN ACQUISITION OF)
OWNERSHIP AND CONTROL OF DELTA)
NATURAL GAS COMPANY, INC.)

JOINT RESPONSE OF
PNG COMPANIES LLC, DRAKE MERGER SUB INC.,
STEELRIVER INFRASTRUCTURE FUND NORTH
AMERICA LP, STEELRIVER LDC VENTURES LLC
AND DELTA NATURAL GAS COMPANY, INC.
TO THE
COMMISSION STAFF'S POST-HEARING REQUEST
FOR INFORMATION TO JOINT APPLICANTS

DATED JUNE 9, 2017

FILED: June 14, 2017

PNG COMPANIES LLC, DRAKE MERGER SUB INC. AND DELTA NATURAL GAS COMPANY

CASE NO. 2017-00125

June 16, 2017 Joint Response to the Commission Staff's Data Requests Dated June 9, 2017

Question No. 001

Responding Witness: John B. Brown

Q-001 If the proposed transaction closes, provide copies of post-closing employment agreements with Delta executives Glenn Jennings, John Brown, Johnny Caudill, Brian Ramsey, and Matthew Wesolosky; their respective job titles; and their respective job duties.

A-001: PNG will provide copies of post-closing employment agreements.

PNG COMPANIES LLC, DRAKE MERGER SUB INC. AND DELTA NATURAL GAS COMPANY

CASE NO. 2017-00125

June 16, 2017 Joint Response to the Commission Staff's Data Requests Dated June 9, 2017

Question No. 002

Responding Witnesses: Preston D. Poljak & John B. Brown

Q-002 Provide a comparison of the employee benefits offered by PNG and Delta, and a per-employee cost for each benefit, for the calendar year 2016.

A-002:

<u>Delta</u>				
	Tota	l Benefit Cost	Cost per EE	
# Full-Time Employees as of 6/12/2017		149		
Retirement	\$	1,837,254	\$	12,331
Employee Health Benefits	\$	1,256,241	\$	8,431
Long Term Disability	\$	87,545	\$	588
	\$	3,181,040	\$	21,349
<u>PNG</u>				
	Total Benefit Cost		Cost per EE	
Average #Full-Time Employees as of 12/31/16	1,180			
Retirement	\$	10,368,203	\$	8,785
Employee Health Benefits	\$	18,653,585	\$	15,805
Long Term Disability	\$	254,416	\$	216
	\$	29,276,204	\$	24,805

VERIFICATION

COMMONWEALTH OF KENTUCKY)	
)	SS
COUNTY OF CLARK)	

The undersigned, John B Brown, being duly sworn, deposes and says that he is Chief Operating Officer, Treasurer and Secretary of Delta Natural Gas Company, Inc. and that he has personal knowledge of the matters set forth in the responses for which he is identified as the witness and the answers contained therein are true and correct to the best of his information, knowledge and belief.

John B. Brown

Subscribed and sworn to before me, a Notary Public, in said County and State this August day of June 2017.

Somily P. Bernett (SEAL)
Notary Public

My Commission Expires:

6/20/20

Emily P. Bennett
Notary Public, ID No. 558362
State at Large, Kentucky
My Commission Expires on June 20, 2020

VERIFICATION

COMMONWEALTH OF PENNSYLVANIA)

COUNTY OF ALLEGHENY

SS:

PRESTON D. POLJAK, being duly sworn, deposes and says that he is the Senior Vice President and Chief Financial Officer of PNG Companies LLC ("PNG"); that he has read the foregoing responses for which he is identified as the witness and knows the matters contained therein relating to PNG and its affiliates; and that said matters are true and correct to the best of his information, knowledge and belief.

PRESTON D POLJAK

Subscribed and sworn to before me, a Notary Public in and for the above County and State, on this $\frac{13}{2}$ day of June, 2017.

Muser M. Guerrer Notary Public

My Commission Expires:

12/9/20

COMMONWEALTH OF PENNSYLVANIA

NOTARIAL SEAL

Susan M. Griener, Notary Public City of Pittsburgh, Allegheny County My Commission Expires Dec. 9, 2020

MEMBER. PENNSYLVANIA ASSOCIATION OF HOTARIES