

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

ELECTRONIC PURCHASED GAS)	
ADJUSTMENT OF KENTUCKY)	CASE NO.
FRONTIER GAS, LLC)	2023-00427
)	

NOTICE

Comes now Kentucky Frontier Gas, LLC (“Kentucky Frontier”) by and through the undersigned counsel, and does hereby state as follows for its Notice pursuant to the Commission’s March 28, 2024 Order in Case No. 2023-00067, *Electronic Application for Revised Quarterly Gas Cost Recovery Schedules of Kentucky Frontier Gas, LLC*, and Kentucky Frontier respectfully states as follows:

1. The Commission’s March 28, 2024 Order in Case No. 2023-00067, stated that within 30 days of the date of service of that Order, Kentucky Frontier shall file in Case No. 2023-00427, a statement describing how Kentucky Frontier intends to refund or collect any over/under-collection resulting from placing into effect, subject to refund, the suspended GCR rates of Case No. 2023-00427 on and after February 2, 2024.¹
2. On January 30, 2024, the Commission entered its Order suspending the proposed Purchase Gas Adjustment/Gas Cost Recovery (“PGA/GCR”) for one day, until February 2, 2024 and stating that “Kentucky Frontier’s proposed GCR rates may

¹ Case No. 2023-00067, *Electronic Application for Revised Quarterly Gas Cost Recovery Schedules of Kentucky Frontier Gas, LLC* (Ky PSC Mar.28, 2024). Order, at p. 20.

be placed in effect by Kentucky Frontier on or after February 2, 2024, pending the final Order in this matter and subject to refund, provided Kentucky Frontier files written notice to the Commission of its intention to do so as required by KRS 278.190(2).”² Therefore, in addition to the Notice given and referred to in the application filed on December 29, 2023, Kentucky Frontier gives additional Notice that it has put the proposed tariff filed in Case No. 2023-00067 and used to calculate the PGA/GCR rates in this proceeding, into effect and the rates proposed by Kentucky Frontier in this proceeding and suspended by the Commission until February 2, 2024, herein shall be in effect, subject to refund, with service rendered on or after February 2, 2024, to be billed in March 2024.

3. Kentucky Frontier’s rate that was put into effect subject to refund was \$5.7314/Mcf. Adjusting this rate with the GCA calculation that was ordered by the Commission results in a GCA of \$2.16/Mcf. The difference is \$3.57/Mcf on a total of 93,272 Mcf.
4. Kentucky Frontier has not yet billed the monthly usage for April. April usage will be billed at the rate ordered by the Commission so no refunds will be due for the month of April.
5. Kentucky Frontier sells less gas through the summer months and refunding this amount during that time will put a financial strain on the company.
6. In order to not put a financial strain on the company, Kentucky Frontier proposes to refund customers \$0.85/Mcf for 390,000 Mcf (this decreases the amount per Mcf but increases the total Mcf that will be refunded) based on the amount of

² January 30, 2024 Order, at pp. 2-3.

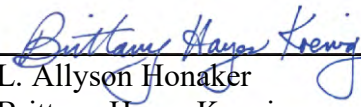
usage each customer had during the quarter when the rates were in effect subject to refund. Kentucky Frontier proposes to begin the refunds in August and to refund over a fifteen-month period by crediting the customers bills through the GCA mechanism.

7. Allowing Kentucky Frontier to refund the amount over a fifteen-month period will keep Kentucky Frontier out of a poor financial situation and will provide the customers with the required refunds.
8. Therefore, Kentucky Frontier plans to refund the amount over a fifteen-month period and 390,000 Mcf or \$0.85 credit on whatever gas they use, up to each customer's total credit.

WHEREFORE, based on the foregoing, Kentucky Frontier gives the Commission notice of the plan to refund as requested by the Commission's March 28, 2024 Order in this matter.

Dated this 26th day of April, 2024.

Respectfully submitted,

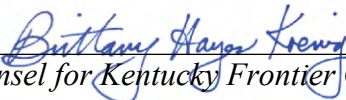


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CERTIFICATE OF SERVICE

This is to certify that foregoing electronic filing was transmitted to the Commission on April 26, 2024; that there are currently no parties that the Commission has excused from participation by electronic means in this proceeding; and that pursuant to the Commission's July 22, 2021 Order in Case No. 2020-00085, no paper copies of the filing will be made.



Counsel for Kentucky Frontier Gas, LLC