COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF TROUBLESOME CREEK GAS CORPORATION FOR INITIAL RULES, REGULATIONS, AND RATES FOR FURNISHING GAS SERVICE PURSUANT TO KRS 278.485

CASE NO. 2019-00467

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COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION TO TROUBLESOME CREEK GAS CORPORATION

Troublesome Creek Gas Corporation (Troublesome Creek), pursuant to 807 KAR 5:001, is to file with the Commission the original and an electronic version of the following information. The information requested herein is due on March 6, 2020. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed. Electronic documents shall be in portable document format (PDF), shall be searchable and shall be appropriately bookmarked.

Each response shall include the name of the witness responsible for responding to the questions related to the information provided. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry. Troublesome Creek shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Troublesome Creek fails or refuses to furnish all or part of the requested information, Troublesome Creek shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, Troublesome Creek shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to the application for Gas Service, page 7 of 12, paragraph 2. Confirm that the late payment charge will be assessed only once on a bill for rendered services.

Refer to the application for Gas Service, page 7 of 12, F. Budget Billing
Plan. Provide the details of the Budget Billing Plan.

3. Refer to the application for Gas Service, page 8 of 12, third line of L. Reconnection Fee. Explain what is meant by collection fee and indicate why a collection fee amount is not included in the proposed tariff.

-2-

Refer to the application for Gas Service, page 9 of 12, number two under
Diversion of Natural Gas. Explain what is included in the cost of collection of the previous bills.

5. Refer to Troublesome Creek's response to Commission Staff's First Request for Information (Staff's First Request), Items 1(g) and 1(h).

a. Explain why providing customers with charts of gas wells should not be included in the initial tap fee.

b. List the services and equipment that are provided to customers associated with the initial tap fee.

Refer to Troublesome Creek's response to Staff's First Request, Item 1(i).
Explain whether Troublesome Creek has considered creating customer classes to differentiate between customers with significantly different usage levels.

7. Refer to Troublesome Creek's response to Staff's First Request, Item 1(j). Confirm that, because state income taxes are deductible for federal income tax purposes, the composite tax rate is 24.95 percent as opposed to the 29 percent provided in this response.

Refer to Troublesome Creek's response to Staff's First Request, Item 2(a).
Provide support for Troublesome Creek's proposed customer charge of \$15.

Refer to Troublesome Creek's response to Staff's First Request, Item
2(b)(1). Provide cost support for the \$18 for recordkeeping and vehicle gas.

Refer to Troublesome Creek's response to Staff's First Request, Item
2(b)(2). Provide cost support for the \$86 for materials and vehicle gas.

Case No. 2019-00467

-3-

Refer to Troublesome Creek's response to Staff's First Request, Item
2(b)(3). Provide cost support for the \$30 transfer service fee.

Refer to Troublesome Creek's response to Staff's First Request, Item
2(b)(4). Provide cost support for the \$30 returned check charge.

Refer to Troublesome Creek's response to Staff's First Request, Item
2(b)(5). Provide cost support for the \$18 for materials and vehicle gas.

14. Refer to Troublesome Creek's response to Staff's First Request, Item2(b)(6). Provide cost support for the \$18 for vehicle gas.

Refer to Troublesome Creek's response to Staff's First Request, Item
2(b)(7). Provide cost support for the \$225-meter-test fee.

16. Refer to Troublesome Creek's response to Staff's First Request, Item 5.

a. Provide the date that Troublesome Creek acquired Holly Creek Production Corporation's (Holly Creek) system.

b. Explain why Troublesome Creek did not adopt Holly Creek's filed tariff at the time it acquired Holly Creek's system.

c. Provide the number of Troublesome Creek's current customers that are not legacy Holly Creek customers.

d. Explain whether Troublesome Creek provided customer notice of the proposed rate increase.

17. Refer to Troublesome Creek's response to Staff's First Request, Item 6. Explain whether free or unmetered customers are included in Troublesome Creek's customer count, customer usage, expenses, or proposed rates. If so, identify those amounts.

-4-

18. Refer to Troublesome Creek's response to Staff's First Request, Item 8. Confirm that Troublesome Creek sells all gas gathered, and not used by farm tap customers, to Jefferson Gas, LLC (Jefferson). State whether Jefferson is an affiliate company to Troublesome Creek. Explain the basis for how Troublesome Creek is compensated for gas sold to Jefferson (i.e., by Mcf, flat monthly fee, royalty payment, etc.).

Kent A. Chandler Executive Director Public Service Commission P.O. Box 615 Frankfort, KY 40602

DATED FEB 2 5 2020

cc: Parties of Record

*Whitney Bradley Counsel Basin Energy Co. 139 Pickett Lane P.O. Box 934 Prestonsburg, KENTUCKY 41653

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