#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS	) CASE NO.
ADJUSTMENT FILING OF KENTUCKY	) 2020-00216
FRONTIER GAS, LLC	)

#### ORDER

On July 2, 2020, Kentucky Frontier Gas, LLC (Kentucky Frontier) filed its Gas Cost Recovery (GCR) rate report for rates effective August 1, 2020. In the cover letter filed along with the GCR report, Kentucky Frontier states that an incorrect GCR rate was billed to customers for the May and June 2020 billing cycle. Due to the months of May, June, and July being trued-up in the Actual Adjustment (AA) of Kentucky Frontier's next GCR report for rates effective for the November 2020 billing cycle, the Commission finds that it will review the possible refund in Kentucky Frontier's next GCR report filing.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- Kentucky Frontier's report includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Kentucky Frontier's report sets out an Expected Gas Cost (EGC) of \$3.9198 per Mcf, which is a decrease of \$.0790 per Mcf from its previous EGC of \$3.9988 per Mcf.
  - 3. Kentucky Frontier's report sets out no Refund Adjustment.

- 4. Kentucky Frontier's report sets out a current quarter AA of (\$.2372) per Mcf and a total AA of (\$.5386) per Mcf, which is an increase of \$.1047 per Mcf from the previous total AA of (\$.6433) per Mcf.
- 5. Kentucky Frontier's report sets out a current quarter Balance Adjustment (BA) of \$.0425 per Mcf and a total BA of \$.0230 per Mcf, which is an increase of \$.0425 per Mcf from its previous total BA of (\$.0195) per Mcf.
- 6. Kentucky Frontier's GCR rate is \$.34042 per Ccf or \$3.4042 per Mcf, which is an increase of \$.0682 per Mcf from its previous rate of \$3.3360 per Mcf.
- 7. The rates set forth in the Appendix A to this Order are fair, just, and reasonable and should be approved for service rendered by Kentucky Frontier on and after August 1, 2020.
- 8. Should Kentucky Frontier purchase sustainable natural gas from a renewable source during the reporting period of any future GCR reports, then the supplier, cost, and amount must be documented in its cover letter to the Commission.
- 9. The Commission finds that Kentucky Frontier should file responses to the requests for information set forth in Appendix B to this Order when it files its next GCR report for rates effective for the November 2020 billing cycle.
- a. Pursuant to the Commission's Orders in Case No. 2020-00085<sup>1</sup>, issued March 16, 2020, and March 24, 2020, Kentucky Frontier SHALL NOT FILE the original paper copy of all requested information at this time, but rather shall file original paper copies within 30 days of the lifting of the current state of emergency. All responses

<sup>&</sup>lt;sup>1</sup> Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID19* (Ky. PSC Mar. 16, 2020), Order at 5–6. Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID-19* (Ky. PSC Mar. 24, 2020), Order at 1–3.

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.

- b. 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 an association or a governmental agency, be accompanied by a signed certification of the preparer or 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.
- c. Kentucky Frontier 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.
- d. For any request to which Kentucky Frontier fails or refuses to furnish all or part of the requested information, Kentucky Frontier shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.
- e. Careful attention should 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.
- f. When filing a paper containing personal information Kentucky Frontier shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that the personal information cannot be read.

### IT IS THEREFORE ORDERED that:

- 1. The rates set forth in the Appendix A to this Order are approved for final meter readings by Kentucky Frontier on and after August 1, 2020.
- 2. Within 20 days of the date of entry of this Order, Kentucky Frontier shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.
- 3. Kentucky Frontier shall file responses to the requests for information set forth in Appendix B to this Order when it files its next GCR report for rates effective for the November 2020 billing cycle.
  - 4. This case is closed and removed from the Commission's docket.

## By the Commission

JUL 24 2020 rcs

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Acting Executive Director

#### APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00216 DATED JUL 24 2020

The following rates and charges are prescribed for the customers in the area served by Kentucky Frontier Gas, LLC. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the effective date of this Order.

### Gas Cost Recovery rate

The Gas Cost Recovery rate shall be \$.34042 per Ccf for service rendered on and after August 1, 2020.<sup>1</sup>

<sup>&</sup>lt;sup>1</sup> On April 21, 2020, Kentucky Frontier filed TFS2020-00201, Tariff Filing of Kentucky Frontier Gas that separated the cost of gas from the base rates for its Daysboro customers. The GCR rate determined in this case include the purchases and sales for Daysboro. The GCR rate approved in this case is applied to the GCRR Gas Cost component of Daysboro.

#### APPENDIX B

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00216 DATED JUL 24 2020

- 1. Provide a customer billing history report for a random Kentucky Frontier residential customer, excluding Daysboro, for each month for the months of May, June, and July 2020. Redact any personal information from the report, such as customer name, customer address, and any additional identifiable information. The report should be sure to include the monthly usage, the rates billed, and the meter reading dates.
- 2. Provide a customer billing history report for a random Daysboro residential customer for each month for the months of May, June, and July 2020. Redact any personal information from the report, such as customer name, customer address, and any additional identifiable information. The report should be sure to include the monthly usage, the rates billed, and the meter reading dates.
- 3. Provide a customer billing history report for a random Kentucky Frontier large commercial customer, excluding Daysboro, for each month for the months of May, June, and July 2020. Redact any personal information from the report, such as customer name, customer address, and any additional identifiable information. The report should be sure to include the monthly usage, the rates billed, and the meter reading dates.
- 4. Provide a customer billing history report for a random Daysboro commercial customer for each month for the months of May, June, and July 2020. Redact any personal information from the report, such as customer name, customer address, and any additional identifiable information. The report should be sure to include the monthly usage, the rates billed, and the meter reading dates.

- 5. Provide the natural gas sales in Mcf for Kentucky Frontier residential customers, excluding Daysboro, for the months of May, June, and July 2020.
- 6. Provide the natural gas sales in Mcf for Daysboro residential customers for the months of May, June, and July 2020.
- 7. Provide the natural gas sales in Mcf for Kentucky Frontier large commercial customers, excluding Daysboro, for the months of May, June, and July 2020.
- 8. Provide the natural gas sales in Mcf for Daysboro commercial customers, for the months of May, June, and July 2020.

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