NOTICE OF APPLICATION OF KENTUCKY FRONTIER GAS, LLC TO ADJUST RATES FOR NATURAL GAS SERVICE

In accordance with the requirements of the Public Service Commission ("Commission") as set forth in 807 KAR 5:076, notice is hereby given to the customers of Kentucky Frontier Gas, LLC ("Kentucky Frontier") of a proposed rate adjustment. Kentucky Frontier intends to propose an adjustment of its existing natural gas rates by filing an application with the Commission on or after August 27, 2025 in <u>Case No. 2025-00277</u>. The rate adjustment will apply to all of Kentucky Frontier's customers. The proposed increase is to be effective February 27, 2026, or sooner, if approved by the Kentucky Public Service Commission.

The present and proposed rates for the monthly customer charge for each customer classification to which the proposed rates will apply as well as the increase in dollar amount and percentage are set forth below:

Customer Class	Existing Monthly	Proposed Base Rates Proposed Increase		% of Proposed
	Customer Charge	(customer charge)	Amount	Increase
Residential &	\$13.00	\$25.00	\$12.00	92%
Commercial				
Large	\$50.00	\$150.00	\$100.00	200%
Commercial				
Farm Tap	\$10.00	\$25.00	\$15.00	150%
Daysboro	\$10.71	\$25.00	\$14.29	133%
Residential				
Daysboro	\$12.75	\$25.00	\$12.25	96%
Commercial				

The present and proposed rates for the base gas charge for each customer classification to which the proposed rates will apply as well as the increase in dollar amount and percentage are set forth below:

Customer Class	Existing Gas Base	Proposed Gas Base	Proposed Increase	% of Proposed
	Rates/Ccf	Rates/Ccf	Amount	Increase
Residential &	\$0.4220	\$0.46492	\$0.04292	10%
Commercial				
Large	\$0.34454	\$0.38680	\$0.04226	12%
Commercial				
Farm Tap	\$0.4000	\$0.46492	\$0.06492	16%
Daysboro	\$0.4500	\$0.46492	\$0.01492	3%
Residential				
Daysboro	\$0.8570	\$0.46492	(\$0.39208)	-46%
Commercial			·	

The amount of the average usage and the effect upon the average bill for each customer classification to which the proposed rates will apply is set forth below:

Customer Class	Average monthly	Present Average	Proposed Average	Cost increase based
	customer usage	monthly cost per	monthly cost per	on average usage
	CCF	customer	customer	
Residential*	37.5	\$28.83	\$42.43	\$13.61 or 47%
Commercial*	100	\$55.20	\$71.49	\$16.29 or 30%
Large	25,000	\$8,663.50	\$9,820.00	\$1,156.50 or 13%
Commercial				
Farm Tap	53.3	\$31.33	\$49.80	\$18.46 or 59%
Daysboro	37.5	\$27.59	\$42.43	\$14.85 or 54%
Residential				

Daysboro	2,500	\$2,155.25	\$1,187.30	(\$967.95) or -45%
Commercial				

^{*} Although Kentucky Frontier has one rate class for Residential and Commercial customers, it has split the effect on the average bill between the two classes since usage is tracked separately. Combining the higher usage of the Commercial customers with the Residential customers would result in a higher average monthly usage and therefore higher cost impact than will be realized by the Residential customers and a lower average monthly usage and cost impact to the Commercial customers. Company believes this more accurately shows the cost impact to these customers.

Kentucky Frontier is also proposing changes in its Pipeline Replacement Program ("PRP") and Automated Meter Reading ("AMR") surcharges. The AMR surcharge of \$1.00 per customer per month will end. The PRP surcharge of \$5.00 per customer will change to \$2.50 per month (which will be a decrease in the amount of \$2.50 or 50%) with an added volumetric surcharge of \$0.037 per CCF usage (which will be an increase of \$0.037 and the percentage cannot be calculated since the stating figure was \$0.00). The present and proposed monthly charges including AMR and PRP, with the change in dollar amount and percentage change is listed below:

Customer	Present Average monthly cost per	Proposed Average monthly cost	Cost increase based
Class	customer Inc. AMR/PRP	per customer Inc. AMR/PRP	on average usage
Residential*	\$34.83	\$46.32	\$11.50 or 33%
Commercial*	\$61.20	\$77.69	\$16.49 or 27%
Large	\$8,669.50	\$10,747.50	\$2,078.00 or 24%
Commercial			
Farm Tap	\$32.33	\$49.80	\$17.46 or 54%
Daysboro	\$33.59	\$46.32	\$12.74 or 38%
Residential			
Daysboro	\$2,161.25	\$1,282.30	(\$878.95) or -41%
Commercial			

^{*} Although Kentucky Frontier has one rate class for Residential and Commercial customers, it has split the effect on the average bill between the two types since usage is tracked separately. Combining the higher usage of the Commercial customers with the Residential customers would result in a higher average monthly usage and therefore higher cost impact than will be realized by the Residential customers and a lower average monthly usage and cost impact to the Commercial customers. Kentucky Frontier believes this more accurately shows the cost impact to these customers.

A person may examine the application and any related documents Kentucky Frontier has filed with the PSC at the utility's principal Kentucky office, located at 2963 KY Rt. 321, Prestonsburg, KY 41653.

A person may also examine the application and related documents Kentucky Frontier has filed with the PSC: (i) at the Commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky 40601, Monday through Friday, 8:00 a.m. to 4:30 p.m.; or (ii) through the Commission's website at http://psc.ky.gov. Comments regarding the application may be submitted to the Commission through its Web site https://psc.ky.gov, by mail to Kentucky Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602, or by electronic mail to: psc.info@ky.gov.

The rates contained in this notice are the rates proposed by Kentucky Frontier, but the Commission may order rates to be charged that differ from the proposed rates contained in this notice. A person may submit a timely written request for intervention to the Commission at Post Office Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the status and interest of the party. If the Commission does not receive a written request for intervention within thirty (30) days of initial publication or mailing of the notice, the Commission may take final action on the application.