COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)		
FILING OF JEFFERSON GAS, LLC)	CASE NO.	2011-00221

ORDER

On February 16, 1999, in Case No. 1998-00499,¹ the Commission approved rates for Jefferson Gas Transmission Company ("Jefferson Transmission") and provided for their further adjustment in accordance with Jefferson Transmission's Gas Cost Adjustment ("GCA") clause. Jefferson Gas Transmission Company subsequently merged into Jefferson Gas, LLC ("Jefferson").²

On June 29, 2011, Jefferson filed its proposed GCA to be effective August 1, 2011.

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

- 1. Jefferson's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Jefferson's proposed Expected Gas Cost ("EGC") is \$2.9969 per Mcf, which is a decrease of \$.3009 per Mcf from the previous EGC of \$3.2978 per Mcf.

¹ Case No. 1998-00499, The Deviation of Jefferson Gas Transmission Company from 807 KAR 5:026 (Ky. PSC Feb. 16, 1999).

² On November 10, 2002, Jefferson Gas Transmission Company, Inc. merged with and into Jefferson Gas, LLC. Jefferson Gas, LLC was the surviving entity. <u>See https://app.sos.ky.gov/corpscans/35/0534135-06-99999-20021211-MRG-921405-PU.pdf</u> (last visited July 25, 2011).

- 3. Jefferson's notice sets out no current quarter Refund Adjustment.
- 4. Jefferson's notice sets out a current quarter Actual Adjustment ("AA") of (\$.1620) per Mcf. Jefferson's total AA is (\$.4318) per Mcf, which is an increase of \$.2937 per Mcf from the previous total AA of (\$.7255) per Mcf.
- 5. Jefferson's GCA is \$2.5651 per Mcf, which is a decrease of \$.0072 per Mcf from the previous GCA of \$2.5723 per Mcf.
- 6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Jefferson on and after August 1, 2011.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix to this Order, attached hereto and incorporated herein, are approved for billing for service rendered by Jefferson on and after August 1, 2011.
- 2. Within 20 days of the date of this Order, Jefferson shall file its revised tariffs with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED (1)

JUL 2 7 2011

KENTUCKY PUBLIC SERVICE COMMISSION

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00221 DATED JUL 27 2011

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

Rates:

	Base Rate	Gas Cost	Rate per Mcf
Minimum Bill - First Mcf	\$3.89	\$2.5651	\$6.4551
Over 1 Mcf	\$2.26	\$2.5651	\$4.8251

Bert Layne Jefferson Gas Transmission Co., Inc. 220 Lexington Green Circle, Ste. 130 P. O. Box 24032 Lexington, KY 40503-3333