

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF PUBLIC GAS COMPANY)

CASE NO. 2011-00397

ORDER

On October 10, 1986, in Case No. 9565,¹ the Commission approved rates for Public Gas Company ("Public") and provided for their further adjustment in accordance with Public's Gas Cost Adjustment ("GCA") clause.

On September 29, 2011, Public filed its proposed GCA to be effective November 1, 2011.

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

1. Public's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Public's proposed Expected Gas Cost ("EGC") is \$6.4563 per Mcf, which is a decrease of \$.3271 per Mcf from the previous EGC of \$6.7834 per Mcf.
3. Public's notice sets out no current quarter Refund Adjustment.

¹ Case No. 9565, Notice of Public Gas Company, Inc. of General Rate Adjustment Effective May 12, 1986 (Ky. PSC Oct. 10, 1986).

4. Public's notice sets out a current quarter Actual Adjustment ("AA") of \$.0008 per Mcf. People's total AA of (\$.1476) per Mcf is a decrease of \$.0186 per Mcf from the previous total AA of (\$.1290) per Mcf.

5. Public's GCA is \$6.3087 per Mcf, which is a decrease of \$.3457 per Mcf from the previous GCA of \$6.6544 per Mcf.

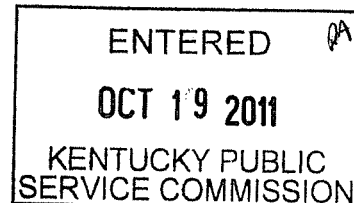
6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Public on and after November 1, 2011.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after November 1, 2011.

2. Within 20 days of the date of this Order, Public 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



ATTEST:

Stephanie Bell for Jeff Derosier
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00397 DATED **OCT 19 2011**

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

Rates:

| | <u>Base Rate</u> | <u>Gas Cost</u> | <u>Rate per Mcf</u> |
|--------------------------|------------------|-----------------|---------------------|
| Minimum Bill - First Mcf | \$3.2705 | \$6.3087 | \$9.5792 |
| Over 1 Mcf | \$2.1505 | \$6.3087 | \$8.4592 |

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