

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT     )  
FILING OF COLUMBIA GAS OF     ) CASE NO. 2012-00166  
KENTUCKY, INC.                     )

O R D E R

On October 26, 2009, in Case No. 2009-00141,<sup>1</sup> the Commission approved rates for Columbia Gas of Kentucky, Inc. ("Columbia") and provided for their further adjustment in accordance with Columbia's Gas Cost Adjustment ("GCA") clause.

On April 30, 2012, Columbia filed its proposed GCA to be effective May 30, 2012.

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

1. Columbia's notice includes rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Columbia's Expected Gas Cost ("EGC") is \$4.2104 per Mcf, a decrease of \$1.9114 per Mcf from its last EGC of \$6.1218 per Mcf.
3. Columbia's notice sets out a rate for Banking and Balancing Service of \$.0210 per Mcf.

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<sup>1</sup> Case No. 2009-00141, Application of Columbia Gas of Kentucky, Inc. for an Adjustment in Rates (Ky. PSC Oct. 26, 2009).

4. Columbia's notice sets out a current quarter supplier Refund Adjustment ("RA") of (\$.0206) per Mcf. Columbia's notice sets out a total RA of (\$.0327) per Mcf, which represents a decrease of \$.0165 per Mcf from the prior RA of (\$.0162) per Mcf.

5. Columbia's notice sets out its Actual Cost Adjustment ("ACA") of (\$.1605) per Mcf, which is no change from the previous ACA.

6. Columbia's notice sets out its Balancing Adjustment ("BA") of (\$.3129) per Mcf, which represents no change from the previous BA.

7. Columbia's notice sets out a Special Agency Service refund adjustment of (\$.0002) per Mcf, which represents no change from the previous rate.

8. Columbia's notice sets out its Gas Cost Incentive Adjustment ("GCIA") of \$.0189 per Mcf, which represents no change from the previous GCIA.

9. Columbia's approved Gas Cost Recovery rate ("GCR") is \$3.7230 per Mcf, which is a decrease of \$1.9279 per Mcf from the previous GCR of \$5.6509 per Mcf.


10. The rates in the Appendix to this Order are fair, just, and reasonable and should be approved for billing for the June 2012 billing cycle, beginning on May 30, 2012.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for billing with the final meter readings beginning on May 30, 2012.

2. Within 20 days from the date of this Order, Columbia shall file its revised tariff sheets with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED   
MAY 18 2012  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
\_\_\_\_\_  
Executive Director

## APPENDIX

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00166 DATED **MAY 18 2012**

The following rates and charges are prescribed for the customers in the area served by Columbia Gas of Kentucky, Inc. 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.

#### Gas Cost Recovery Rate

The total Gas Cost Recovery Rate shall be \$3.7230 per Mcf effective May 30, 2012.

Judy M Cooper  
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