

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS            )  
ADJUSTMENT FILING OF EQUITABLE        )  
GAS COMPANY                                )     CASE NO. 2007-00261

O R D E R

On April 29, 2004, in Case No. 2003-00411, the Commission approved rates for Equitable Gas Company, a division of Equitable Resources, Inc. ("Equitable"), and provided for their further adjustment on a quarterly basis in accordance with Equitable's gas cost adjustment ("GCA") clause.<sup>1</sup>

On June 27, 2007, Equitable filed its proposed GCA to be effective August 1, 2007.

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

1. Equitable's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Equitable's EGC is \$12.1280 per Mcf, which is an increase of 60.65 cents per Mcf from its previous EGC of \$11.5215.
3. Equitable's notice sets out a current quarter actual adjustment ("AA") of (21.74) cents per Mcf. Equitable's total AA is (63.66) cents per Mcf, which is 14.99 cents per Mcf less than the previous total AA.

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<sup>1</sup> Case No. 2003-00411, Application of Equitable Gas Company to Increase Rates Pursuant to KRS 278.485.

4. Equitable's notice sets out a current quarter balancing adjustment ("BA") of (6.78) cents per Mcf. Equitable's total BA is 1.97 cent per Mcf, which is 17.14 cents per Mcf less than the previous total BA.

5. Equitable's GCA is \$11.5111 per Mcf, which is 28.52 cents per Mcf more than its previous rate of \$11.2259.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Equitable on and after August 1, 2007.

IT IS THEREFORE ORDERED that:

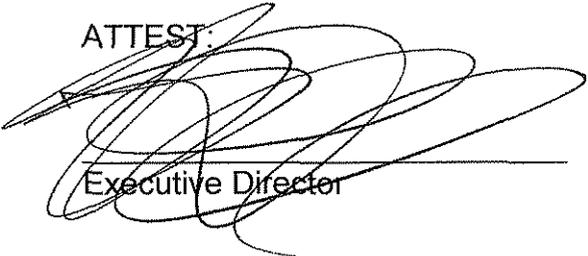
1. The rates in the Appendix to this Order, attached hereto and incorporated herein, are approved for final meter readings on and after August 1, 2007.

2. Within 20 days of the date of this Order, Equitable shall file with the Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 26th day of July, 2007.

By the Commission

ATTEST:

  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2007-00261 DATED JULY 26, 2007

The following rates and charges are prescribed for the customers in the area served by Equitable 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: Monthly

Customer Charge		\$7.50	
	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total Rate</u>
All Mcf	\$2.1322	\$11.5111	\$13.6433

The minimum bill shall be \$7.50