COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF) CASE NO. COLUMBIA GAS OF KENTUCKY, INC.) 2014-00156

ORDER

On December 13, 2013, in Case No. 2013-00167,¹ 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, 2014, Columbia filed its proposed GCA to be effective May 30, 2014.

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

- 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 \$6.6785 per Mcf, which is an increase of \$.4422 per Mcf from its previous EGC of \$6.2363 per Mcf.
- 3. Columbia's notice sets out a rate for Banking and Balancing Service of \$.0205 per Mcf.
- 4. Columbia's notice sets out no current quarter supplier Refund Adjustment ("RA"). Columbia's notice sets out a total RA of \$.0000 per Mcf, which represents an increase of \$.0081 per Mcf from its previous total RA of (\$.0081) per Mcf.

¹ Case No. 2013-00167, Application of Columbia Gas of Kentucky, Inc. for an Adjustment in Rates for Gas Service (Ky. PSC Dec. 13, 2013).

- 5. Columbia's notice sets out its Actual Cost Adjustment ("ACA") of \$.4847 per Mcf, which represents no change from its previous ACA.
- 6. Columbia's notice sets out its Balancing Adjustment ("BA") of (\$1.0504) per Mcf, which is no change from its previous BA.
- 7. Columbia's notice sets out a Special Agency Service refund adjustment of (\$.0003) per Mcf, which represents no change from its previous Special Agency Service refund adjustment.
- 8. Columbia's notice sets out its Gas Cost Incentive Adjustment ("GCIA") of \$.0189 per Mcf, which is no change from its previous GCIA.
- 9. Columbia's approved Gas Cost Recovery rate ("GCR") is \$6.1314 per Mcf, which is an increase of \$.4503 per Mcf from the previous GCR of \$5.6811 per Mcf.
- 10. The rate in the Appendix to this Order is fair, just, and reasonable and should be approved for billing for the June 2014 billing cycle, beginning on May 30, 2014.

IT IS THEREFORE ORDERED that:

- 1. The rate in the Appendix to this Order is approved for billing with the final meter readings beginning on May 30, 2014.
- 2. Within 20 days of the date of this Order, Columbia shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission

ENTERED

MAY 1 9 2014

KENTUCKY PUBLIC SERVICE COMMISSION

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00156 DATED MAY 19 2014

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 Adjustment shall be \$6.1314 per Mcf effective May 30, 2014.

Judy M Cooper Director, Regulatory Services Columbia Gas of Kentucky, Inc. 2001 Mercer Road P. O. Box 14241 Lexington, KY 40512-4241