

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)
FILING OF CITIPOWER, LLC) CASE NO. 99-225-A

ORDER

On March 31, 2000, the Commission issued its Order in Case No. 99-225 approving certain adjustments to the rates of Citipower, LLC (“Citipower”) and providing under certain conditions for the further adjustment of such rates in accordance with the provisions of Citipower’s gas cost adjustment (“GCA”) clause.

On December 21, 2000, Citipower filed its GCA to be effective January 1, 2001. This is Citipower’s first GCA filing.

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

1. Citipower’s notice proposed revised rates to pass on its expected increase in gas costs to its customers. Citipower’s proposed expected gas cost (“EGC”) is \$7.3671 per Mcf, an increase of \$5.3263 per Mcf from the prior EGC of \$2.0408.
2. Citipower’s notice set out no refund adjustment.
3. Citipower’s notice set out an actual adjustment (“AA”) of 15.51 cents per Mcf to collect under-recovered gas costs from July, August and September 2000. Since Citipower has not filed a GCA prior to this filing, the total AA is also 15.51 cents per Mcf.

4. Citipower's notice set out no balance adjustment.

5. These combined adjustments produce a gas cost adjustment of \$7.5222 per Mcf, \$5.4814 per Mcf more than the prior rate of \$2.0408.

6. The revised rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered on and after January 20, 2001. Citipower did not give sufficient notice for the rates to be effective January 1, 2001.

IT IS THEREFORE ORDERED that:

1. Citipower's proposed rates are approved.

2. The rates in the Appendix to this Order are fair, just, and reasonable, and are effective for service rendered on and after January 20, 2001.

3. Within 30 days of the date of this Order, Citipower shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 10th day of January, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-225-A DATED JANUARY 10, 2001

The following rates and charges are prescribed for the customers served by Citipower, 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.

Residential and Commercial

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf	\$6.4592	\$7.5222	\$13.9814

Industrial and Institutional

All Mcf	\$5.4592	\$7.5222	\$12.9814
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