

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT	)	CASE NO.
FILING OF CITIPOWER, LLC	)	2003-00146

O R D E R

On March 31, 2000, the Commission issued its Order in Case No. 1999-00225 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 April 28, 2003, Citipower filed its GCA to be effective June 1, 2003.

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

1. Citipower s notice proposes revised rates to pass on its expected change in gas costs to its customers.
2. Citipower s proposed expected gas cost ( EGC ) is \$6.0720 per Mcf, an increase of 32.52 cents per Mcf from the prior EGC of \$5.7468.
3. Citipower s notice sets out no refund adjustment.
4. Citipower s notice sets out a current quarter actual adjustment ( AA ) of \$1.4404 per Mcf. Citipower s notice sets out a total AA of \$2.6207 per Mcf. Citipower carried forward the incorrect AA from the previous quarter. Correcting for this produces a total AA of \$2.6116, which is an increase of 1.4404 cents per Mcf from the previous total AA.

5. Citipower's notice sets out no balance adjustment.

6. These combined adjustments produce a gas cost adjustment of \$8.6836, which is \$1.7656 per Mcf more than the previous rate of \$6.9180.

7. The revised rates in the Appendix to this Order are fair, just and reasonable, and should be approved for billing for service rendered on and after June 1, 2003.

IT IS THEREFORE ORDERED that:

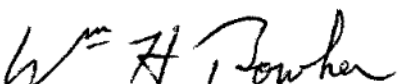
1. The rates in the Appendix to this Order are fair, just, and reasonable, and are effective for billing for service rendered on and after June 1, 2003.

2. Within 20 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 22<sup>nd</sup> day of May, 2003.

By the Commission

ATTEST:

Deputy   
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2003-00146 DATED May 22, 2003

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>
Volumetric Rate	\$6.4592	\$8.6836	\$15.1428

The volumetric rate will apply to all Mcfs sold, subject to a minimum bill of \$5.00. In those cases where the usage applied to the volumetric rate results in an amount less than \$5.00, the customer will be charged the \$5.00 minimum.

Industrial and Institutional

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Volumetric Rate	\$5.4592	\$8.6836	\$14.1428

The volumetric rate will apply to all Mcfs sold, subject to a minimum bill of \$5.00. In those cases where the usage applied to the volumetric rate results in an amount less than \$5.00, the customer will be charged the \$5.00 minimum.