

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF JEFFERSON)	CASE NO. 2008-00113
GAS TRANSMISSION COMPANY)	

ORDER

On February 16, 1999, in Case No. 1998-00499,¹ the Commission approved rates for Jefferson Gas Transmission Company (“Jefferson”) and provided for their further adjustment in accordance with Jefferson’s Purchased Gas Adjustment (“PGA”) clause.

On March 28, 2008, Jefferson filed its proposed PGA to be effective May 1, 2008.

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

1. Jefferson’s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Jefferson’s proposed Expected Gas Cost (“EGC”) is \$7.6148 per Mcf, which is \$1.8554 per Mcf more than the previous EGC of \$5.7594.
3. Jefferson’s notice sets out no current quarter refund adjustment.

¹ Case No. 1998-00499, Application of Jefferson Gas Transmission Co., Inc. to Adjust Rates.

4. Jefferson's notice sets out a current quarter Actual Adjustment ("AA") of \$.0785 per Mcf. Jefferson's total AA is \$.2274 per Mcf, which is an increase of \$.1072 per Mcf from the previous total AA.

5. Jefferson's Gas Cost Recovery Rate is \$7.8422 per Mcf, which is \$1.9626 per Mcf more than the previous PGA of \$5.8796.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Jefferson on and after May 1, 2008.

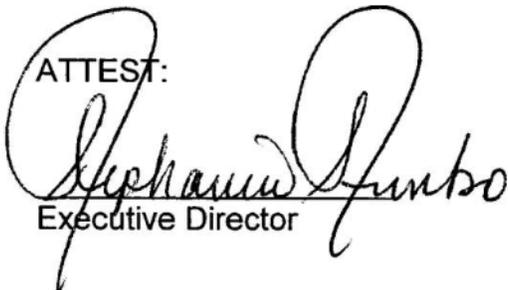
IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order, attached hereto and incorporated herein, are approved for billing for service rendered by Jefferson on and after May 1, 2008.

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

Done at Frankfort, Kentucky, this 15th day of April, 2008.

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00113 DATED APRIL 15, 2008

The following rates and charges are prescribed for the customers served by Jefferson Gas Transmission Company. 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.

Rates:

	<u>Base Rate</u>	<u>Gas Cost</u>	<u>Rate per Mcf</u>
Minimum Bill - First Mcf	\$3.89	\$7.8422	\$ 11.7322
Over 1 Mcf	\$2.26	\$7.8422	\$ 10.1022