

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF PUBLIC GAS COMPANY) CASE NO. 2009-00241

ORDER

On October 10, 1986, in Case No. 9565,¹ the Commission approved rates for Public Gas Company ("Public") and provided for their further adjustment in accordance with Public's Gas Cost Adjustment ("GCA") clause.

On June 29, 2009, Public filed its proposed GCA to be effective August 1, 2009.

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

1. Public's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Public's proposed Expected Gas Cost ("EGC") is \$7.2771 per Mcf, which is an increase of \$.7622 per Mcf from the previous EGC of \$6.5149 per Mcf.
3. Public's notice sets out no current quarter Refund Adjustment.
4. Public's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0243) per Mcf. In calculating its total AA, Public used the previous quarter AA it had proposed rather than the (\$.9449) per Mcf AA approved by the Commission. Correcting

¹ Case No. 9565, Notice of Public Gas Company, Inc. of a General Rate Adjustment (Ky. PSC Oct. 10, 1986).

for this error produces a total AA of (\$1.2558) per Mcf, which is a decrease of \$.4471 per Mcf from the previous total AA of (\$.8087) per Mcf.

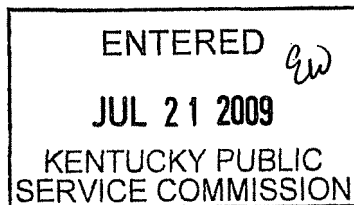
5. Public's GCA is \$6.0213 per Mcf, which is an increase of \$.3151 per Mcf from the previous GCA of \$5.7062 per Mcf.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Public on and after August 1, 2009.

IT IS THEREFORE ORDERED that:

1. Public's proposed rates are denied.
2. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after August 1, 2009.
3. Within 20 days of the date of this Order, Public shall file with this Commission its revised tariffs setting out the rates authorized herein.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00241 DATED **JUL 21 2009**

The following rates and charges are prescribed for the customers served by Public 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:

	<u>Base Rate</u>	<u>Gas Cost</u>	<u>Rate per Mcf</u>
Minimum Bill - First Mcf	\$3.2705	\$6.0213	\$9.2918
Over 1 Mcf	\$2.1505	\$6.0213	\$8.1718

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