

5. Bluegrass's notice sets out a current quarter Balance Adjustment ("BA") of (\$.0210) per Mcf. In calculating its current quarter BA, Bluegrass did not use the AA or BA which expired September 30, 2009. Correcting for this produces a current quarter BA of (\$.0125) per Mcf. Bluegrass's total approved BA is (\$.0808) per Mcf, which is a decrease of \$.0239 per Mcf from its previous total BA of (\$.0569) per Mcf.

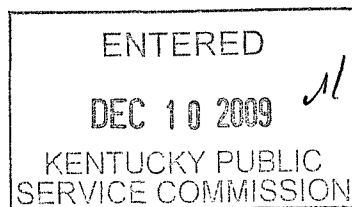
6. Bluegrass's GCA is \$3.0397 per Mcf, which is an increase of \$.6546 per Mcf from its previous rate of \$2.3851 per Mcf.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Bluegrass on and after January 1, 2010.

IT IS THEREFORE ORDERED that:

1. Bluegrass'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 January 1, 2010.
3. Within 20 days of the date of this Order, Bluegrass shall file with the Commission its revised tariffs setting out the rates approved herein.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00466 DATED DEC 10 2009

The following rates and charges are prescribed for the customers served by Bluegrass Gas Sales, 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.

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf (Minimum Bill)	\$4.6137	\$3.0397	\$7.6534

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