

<sup>1</sup> Case No. 1994-00433, The Petition of Bluegrass Gas Sales, Inc. for Approval of a Certificate of Convenience and Necessity to Construct Facilities, Approval of Financing, Approval of Initial Rates and Operation of a Natural Gas Distribution System (May 31, 1996).

\$6.9479 EGC that was in effect during the months of April, May, and June. Correcting this produces a current quarter AA of (\$.0643) per Mcf. Bluegrass's total AA is \$.0365 per Mcf, which is an increase of \$.0678 per Mcf from its previous total AA of (\$.0313) per Mcf.

5. Bluegrass's notice sets out a current quarter Balance Adjustment ("BA") of \$.0063 per Mcf. In calculating its total BA, BA incorrectly included its previous quarter BA as \$.1756 instead of \$.1758. Correcting for this produces a total BA of \$.1477 per Mcf, which is an increase of \$.1055 per Mcf from its previous total BA of \$.0422 per Mcf.

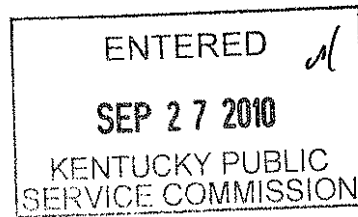
6. Bluegrass's GCA is \$6.2910 per Mcf, which is a decrease of \$.0424 per Mcf from its previous rate of \$6.3334 per Mcf.

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 October 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 October 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, reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:

  
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Executive Director

Case No. 2010-00345

## APPENDIX

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00345 DATED **SEP 27 2010**

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	\$6.2910	\$10.9047

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