

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|------------------------------|---|---------------------|
| PURCHASED GAS ADJUSTMENT |) | |
| FILING OF JEFFERSON GAS, LLC |) | CASE NO. 2010-00383 |

ORDER

On February 16, 1999, in Case No. 1998-00499,¹ the Commission approved rates for Jefferson Gas, LLC ("Jefferson") and provided for their further adjustment in accordance with Jefferson's Gas Cost Adjustment ("GCA") clause.

On September 29, 2010, Jefferson filed its proposed GCA to be effective November 1, 2010.

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 \$3.4840 per Mcf, which is a decrease of \$.3940 per Mcf from the previous EGC of \$3.8780 per Mcf.
3. Jefferson's notice sets out no current quarter refund adjustment.

¹ Case No. 1998-00499, In the Matter of the Deviation of Jefferson Gas Transmission Company from 807 KAR 5:026 (Ky. PSC Feb. 16, 1999).

4. Jefferson's notice sets out a current quarter Actual Adjustment ("AA") of \$.0086 per Mcf. Jefferson's total AA is (\$1.1138) per Mcf, which is an increase of \$.0819 per Mcf from the previous total AA of (\$1.1957) per Mcf.

5. Jefferson's GCA is \$2.3702 per Mcf, which is a decrease of \$.3121 per Mcf from the previous GCA of \$2.6823 per Mcf.

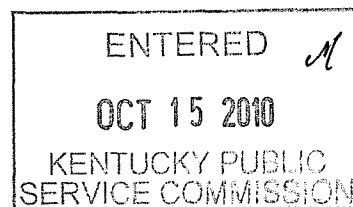
6. The rates in the Appendix to this Order are fair, just, and reasonable and should be approved for billing for service rendered by Jefferson on and after November 1, 2010.

IT IS THEREFORE ORDERED that:

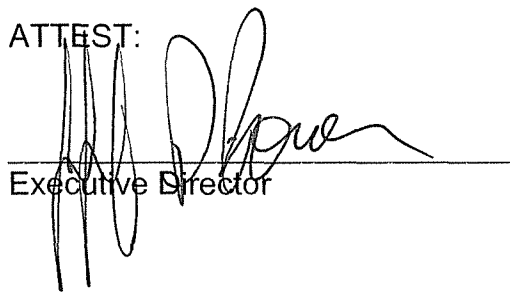
1. The rates in the Appendix to this Order, attached hereto and incorporated herein, are approved for billing for service rendered by Jefferson on and after November 1, 2010.

2. Within 20 days of the date of this Order, Jefferson shall file its revised tariffs with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00383 DATED OCT 15 2010

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 | \$2.3702 | \$6.2602 |
| Over 1 Mcf | \$2.26 | \$2.3702 | \$4.6302 |

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