COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

| ln | the | M | atte | r of |
|----|-----|-----|------|-------|
| | uic | 171 | auc | 1 01. |

| PURCHASED GAS ADJUSTMENT |) | |
|------------------------------------|---|---------------------|
| FILING OF KENTUCKY FRONTIER GAS, |) | CASE NO. 2011-00465 |
| LLC D/B/A BELFRY GAS COMPANY, INC. |) | |

ORDER

On October 11, 1993, in Case No. 1993-00111, the Commission approved rates for Belfry Gas Company, Inc. ("Belfry") and provided for their further adjustment in accordance with Belfry's Gas Cost Adjustment ("GCA") clause.¹

On November 30, 2011, Belfry filed its GCA to be effective January 1, 2012.

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

- 1. Belfry's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Belfry's notice sets out an Expected Gas Cost ("EGC") of \$4.8358 per Mcf, a decrease of \$.5430 per Mcf from its prior EGC of \$5.3788 per Mcf.
 - 3. Belfry's notice sets out no Refund Adjustment.

¹ Case No. 1993-00111, Adjustment of Rates of Belfry Gas Company, Incorporated and for Authority to Incur Additional Indebtedness (Ky. PSC Oct. 11, 1993).

- 4. Belfry's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0051) per Mcf. Belfry's total AA is (\$1.1631) per Mcf, which is an increase of \$.0175 per Mcf from its previous total AA of (\$1.1806) per Mcf.
 - 5. Belfry's notice sets out no Balance Adjustment.
- 6. Belfry's GCA is \$3.6727 per Mcf, which is a decrease of \$.5255 per Mcf from its previous rate of \$4.1982 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 Belfry on and after January 1, 2012.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after January 1, 2012.
- 2. Within 20 days of the date of this Order, Belfry shall file with the Commission its revised tariff sheets setting out the rates authorized herein, reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED PA DEC 2 0 2011

KENTUCKY PUBLIC SERVICE COMMISSION

ATTE\$T:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00465 DATED DEC 2 0 2011

The following rates and charges are prescribed for the customers served by Belfry Gas Company, 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.

RETAIL RATES:

Monthly usage

| Montany asage | Base Rate | Gas Cost Recovery <u>Rate</u> | <u>Total</u> |
|--|-----------|-------------------------------------|--------------|
| First 1,000 cubic feet (Minimum Bill) | \$4.2667 | \$3.6727 | \$7.9394 |
| Over 1,000 cubic feet | \$2.7182 | \$3.6727 | \$6.3909 |

Dennis Horner Kentucky Frontier Gas 4891 Independence Street, Suite 200 Wheat Ridge, COLORADO 80033