

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF	)	CASE NO.
DUKE ENERGY KENTUCKY	)	2014-00041

ORDER

On December 29, 2009, in Case No. 2009-00202,<sup>1</sup> the Commission approved rates for Duke Energy Kentucky, Inc. ("Duke") and provided for their further adjustment in accordance with Duke's Gas Cost Adjustment ("GCA") clause.

On February 11, 2014, Duke filed its GCA to be effective March 3, 2014.

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

1. Duke's notice includes rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Duke's Expected Gas Cost ("EGC") is \$5.678 per Mcf, which is an increase of \$.608 per Mcf from its previous EGC of \$5.070 per Mcf.
3. Duke's notice sets out its current quarter Refund Adjustment ("RA") of \$.000 per Mcf. Duke's total RA is \$.000 per Mcf, which represents no change from its previous total RA.
4. Duke's notice sets out its current quarter Actual Adjustment ("AA") of \$.377 per Mcf, which includes a prior period adjustment to correct an error made on

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<sup>1</sup> Case No. 2009-00202, Application of Duke Energy Kentucky, Inc. for an Adjustment of Rates (Ky. PSC Dec. 29, 2009).

Schedule III in the “EGC in Effect for the Month” for August 2013 in Case No. 2013-00399.<sup>2</sup> Duke’s total AA is \$.201 per Mcf, which represents an increase of \$.098 per Mcf from its previous total AA of \$.103 per Mcf.

5. Duke’s notice sets out its current quarter Balancing Adjustment (“BA”) of \$.002 per Mcf. Duke’s total BA of \$.012 per Mcf represents a decrease of \$.003 per Mcf from its previous total BA of \$.015 per Mcf.

6. Duke’s Gas Cost Recovery (“GCR”) rate is \$5.891 per Mcf, which is an increase of \$.703 per Mcf from its previous GCR of \$5.188 per Mcf.

7. Duke’s notice sets out a Gas Cost Adjustment Transition Rider (“GCAT”) rate of \$.0213 per 100 cubic feet. This GCAT rate will be applicable to customers who begin receiving Rate FT-L transportation service after the effective date of this Order who paid gas supply costs through the GCA during the 12-month period before they began receiving FT-L service.

8. The rates as proposed by Duke and set forth in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Duke on and after March 3, 2014.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Duke and set forth in the Appendix to this Order are approved for final meter readings on and after March 3, 2014.

2. Within 20 days of the date of this Order, Duke shall file with this Commission, using the Commission’s electronic Tariff Filing System, revised tariff

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<sup>2</sup> Case No. 2013-00399, Purchased Gas Adjustment Filing of Duke Energy Kentucky, Inc. (Ky. PSC Nov. 25, 2013).

sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission

ENTERED  
FEB 27 2014  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
\_\_\_\_\_  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2014-00041 DATED FEB 27 2014

The following rates and charges are prescribed for the customers served by Duke Energy Kentucky, 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.

GAS SERVICE RATES

RATE RS  
RESIDENTIAL SERVICE

	<u>Base Rate</u>		<u>Gas Cost Adjustment</u>	<u>Total Rate</u>
Commodity Charge for All Ccf Consumed	\$ .37213	plus	\$ .5891	\$ .96123

RATE GS  
GENERAL SERVICE

	<u>Base Rate</u>		<u>Gas Cost Adjustment</u>	<u>Total Rate</u>
Commodity Charge for All Ccf Consumed	\$ .20530		\$ .5891	\$ .79440

RIDER GCAT  
GAS COST ADJUSTMENT TRANSITION RIDER

The amount of this charge or (credit) shall be \$.0213 per 100 cubic feet. This rate shall be in effect during the months of March 2014 through May 2014 and shall be updated quarterly, concurrent with the Company's GCA filings.

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