COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS)	
ADJUSTMENT FILING OF DUKE)	CASE NO.
ENERGY KENTUCKY, INC.)	2018-00046

ORDER

On December 29, 2009, in Case No. 2009-00202,¹ 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 8, 2018, Duke filed its GCA to be effective March 1, 2018. On February 9, 2018, Duke filed support documents correcting a typographical error on the Balance Adjustment schedule. The error had no impact on the calculation.

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

- Duke's notice includes rates designed to pass on to its customers its expected change in gas costs.
- 2. Duke's notice sets out an Expected Gas Cost ("EGC") of \$3.868 per Mcf, which is a decrease of \$.108 per Mcf from its previous EGC of \$3.976 per Mcf.
- 3. Duke's notice sets out no current quarter Refund Adjustment ("RA"). Duke's total RA is (\$.017) per Mcf, which is no change from its previous total RA.

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

- 4. Duke's notice sets out a current quarter Actual Adjustment ("AA") of \$.296 per Mcf. Duke's total AA is \$.046 per Mcf, which is an increase of \$.091 from its previous total AA of (\$.045) per Mcf.
- 5. Duke's notice sets out a current quarter Balance Adjustment ("BA") of (\$.008) per Mcf. Duke's total BA is \$.080 per Mcf, which is a decrease of \$.027 from its previous total AA of \$.107 per Mcf.
- 6. Duke's GCA is \$3.977 per Mcf, which is a decrease of \$.044 per Mcf from its previous GCA of \$4.021 per Mcf.
- 7. Duke's notice sets out a Gas Cost Adjustment Transition ("GCAT") Rider rate of \$.01090 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 and 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 1, 2018.

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 1, 2018.
- 2. Within 20 days of the date of entry of this Order, Duke shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED

FEB 2 0 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00046 DATED FEB 2 0 2018

The following rates and charges are prescribed for the customers in the area 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

	Base <u>Rate</u>		Gas Cost <u>Adjustment</u>	Total <u>Rate</u>
Commodity Charge for All Ccf Consumed	\$.37213	plus	\$.39770	\$.76983

RATE GS GENERAL SERVICE

	Base <u>Rate</u>		Gas Cost <u>Adjustment</u>	Total <u>Rate</u>
Commodity Charge for All Ccf Consumed	\$.20530	plus	\$.39770	\$.60300

RIDER GCAT GAS COST ADJUSTMENT TRANSITION RIDER

The amount of this charge or (credit) shall be \$.01090 per 100 cubic feet. This rate shall be in effect during the months of March 2018 through May 2018 and shall be updated quarterly, concurrent with the Company's GCA filings.

*Douglas J Heitkamp Leads Rates & Regulatory Strategy Analyst Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45201

*Julie Lee Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45201

*Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45202

*Lisa D Steinkuhl Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45201