

Gas”) during periods of high usage in cold weather. Citizens Gas’s volumes are priced using current price projections as of February 2018. The EGC is otherwise based on Citipower’s expected cost of gas from its primary supplier, Citigas, LLC, (“Citigas”), a CitiPower affiliate pursuant to 278.010(18), using the New York Mercantile Exchange (“NYMEX”) Natural Gas 12-Month strip rate for February 2018.

3. Citipower’s application sets out no Refund Adjustment.

4. Citipower’s application sets out a current quarter Actual Cost Adjustment (“ACA”) of \$.1446 per Mcf. Citipower’s total ACA is \$.0296 per Mcf, which is an increase of \$.1826 per Mcf from its previous total ACA of (\$.1530) per Mcf.

5. Citipower’s application sets out a current quarter Balance Adjustment (“BA”) of \$.0030 per Mcf. Citipower did not include the reconciliation of the expired (\$.0266) per Mcf ACA previously approved in Case No. 2016-00416² in the calculation of its current quarter BA. Citipower’s corrected current quarter BA is (\$.0016) per Mcf. Citipower did not use the correct Third Previous Quarter Reported Balance Adjustment in the calculation of its total BA. Citipower’s corrected total BA is (\$.0208) per Mcf, which is an increase of \$.0058 per Mcf from its previous total BA of (\$.0266) per Mcf.

6. Citipower’s corrected GCR rate is \$3.7173 per Mcf, which is an increase of \$.0579 per Mcf from the previous GCR rate of \$3.6594 per Mcf.

² Case No. 2016-00416, *Purchased Gas Adjustment Filing of Citipower, LLC* (Ky. PSC Dec. 15, 2016).

7. To aid in the Commission's review of Citipower's applications, Citipower should continue to submit all invoices it receives from Citigas and Citizens Gas when it files its GCR rate applications.

8. The rates set forth in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Citipower on and after April 1, 2018.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Citipower are denied.
2. The rates set forth in the Appendix to this Order are approved for service rendered by Citipower on and after April 1, 2018.
3. Citipower shall submit all invoices received from Citigas and Citizens Gas as part of all future GCR filings.
4. Within 20 days of the date of entry of this Order, Citipower 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
MAR 14 2018
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2018-00087

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00087 DATED **MAR 14 2018**

The following rates and charges are prescribed for the customers served by Citipower, LLC. 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.

RESIDENTIAL

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$8.0000		
All Mcf	\$7.8500	\$3.7173	\$11.5673

COMMERCIAL AND INDUSTRIAL

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$15.0000		
All Mcf	\$ 7.9000	\$3.7173	\$11.6173

INSTITUTIONAL

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$20.0000		
All Mcf	\$ 8.4200	\$3.7173	\$12.1373

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