

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)	CASE NO.
COLUMBIA GAS OF KENTUCKY)	2014-00028

ORDER

On December 13, 2013, in Case No. 2013-00167,¹ the Commission approved rates for Columbia Gas of Kentucky, Inc. (“Columbia”) and provided for their further adjustment in accordance with Columbia’s Gas Cost Adjustment (“GCA”) clause.

On January 29, 2014, Columbia filed its proposed GCA to be effective February 28, 2014.

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

1. Columbia’s notice includes rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Columbia’s Expected Gas Cost (“EGC”) is \$6.2363 per Mcf, which is an increase of \$.1932 per Mcf from its previous EGC of \$6.0431 per Mcf that was approved in GCA Case No. 2013-00382.²
3. Columbia’s notice sets out a rate for Banking and Balancing Service of \$.0204 per Mcf.

¹ Case No. 2013-00167, Application of Columbia Gas of Kentucky, Inc. for an Adjustment of Rates for Gas Service (Ky. PSC Dec. 13, 2013).

² Case No. 2013-00382, Purchased Gas Adjustment Filing of Columbia Gas of Kentucky (Ky. PSC Nov. 13, 2013).

4. Columbia's notice sets out no current quarter supplier Refund Adjustment ("RA"). Columbia's notice sets out a total RA of (\$.0081) per Mcf, which represents no change from its previous total RA.

5. Columbia's notice sets out its Actual Cost Adjustment ("ACA") of \$.4847 per Mcf, which represents no change from its previous ACA.

6. Columbia's notice sets out its Balancing Adjustment ("BA") of (\$1.0504) per Mcf, which is a decrease of \$1.0329 per Mcf from its previous BA of (\$.0175) per Mcf.

7. Columbia's notice sets out a Special Agency Service refund adjustment of (\$.0003) per Mcf, which represents no change from its previous Special Agency Service refund adjustment.

8. Columbia's notice sets out its Gas Cost Incentive Adjustment ("GCIA") of \$.0189 per Mcf, which is an increase of \$.0081 per Mcf from its previous GCIA of \$.0108 per Mcf.

9. Columbia's approved Gas Cost Recovery rate ("GCR") is \$5.6811 per Mcf, which is a decrease of \$.8316 per Mcf from the previous GCR of \$6.5127 per Mcf that was approved in GCA Case No 2013-00382.

10. The rate in the Appendix to this Order is fair, just, and reasonable and should be approved for billing for the March 2014 billing cycle, beginning on February 28, 2014.

IT IS THEREFORE ORDERED that:

1. The rate in the Appendix to this Order is approved for billing with the final meter readings beginning on February 28, 2014.

2. Within 20 days of the date of this Order, Columbia shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission

ENTERED FEB 19 2014 KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00028 DATED **FEB 19 2014**

The following rates and charges are prescribed for the customers in the area served by Columbia Gas of 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 Cost Recovery Rate

The total Gas Cost Recovery Rate shall be \$5.6811 per Mcf effective February 28, 2014.

Judy M Cooper
Director, Regulatory Services
Columbia Gas of Kentucky, Inc.
2001 Mercer Road
P. O. Box 14241
Lexington, KY 40512-4241