



month. Correcting this produces a current quarter ACA of (\$.0332) per Mcf. Bluegrass's corrected total ACA is \$.6192 per Mcf, which is a decrease of \$.0063 per Mcf from its previous total ACA of \$.6255 per Mcf.

5. Bluegrass's notice sets out a current quarter Balance Adjustment of (\$.0038) per Mcf. Bluegrass used an incorrect expired previous quarter ACA and BA in calculating its current quarter BA. The calculation should be revised to reflect the correct expired ACA of \$.0609 per Mcf, and the correct expired BA of \$.1647 per Mcf. Bluegrass's corrected current quarter BA is (\$.0383) per Mcf. Bluegrass's corrected total BA is (\$.0413) per Mcf, which reflects a correction to the previous quarter BA that was incorrectly revised in the Commission's Order in Case No. 2014-00310.<sup>2</sup> The previous quarter BA should have been \$.0422 per Mcf instead of (\$.0364) per Mcf, based on an expired ACA of (\$.2106) per Mcf and an expired BA of (\$.0058) per Mcf from Case No. 2013-00211.<sup>3</sup> The (\$.0413) total BA is an increase of \$.0197 per Mcf from its previous total BA of (\$.0610) per Mcf. In Bluegrass's filing of December 1, 2015, for rates effective January 1, 2016, Bluegrass should reflect the under-recovery experienced during the months October through December 2014 that resulted from the incorrect previous quarter BA.

6. Bluegrass's GCR is \$6.3158 per Mcf, which is a decrease of \$.1092 per Mcf from its previous rate of \$6.4250 per Mcf.

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<sup>2</sup> Case No. 2014-00310, Purchased Gas Adjustment Filing of Bluegrass Gas Sales, Inc. (Ky. PSC Sept. 29, 2014).

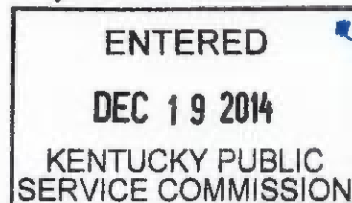
<sup>3</sup> Case No. 2013-00211, Purchased Gas Adjustment Filing of Bluegrass Gas Sales, Inc. (Ky. PSC June 17, 2013).

7. The rate in the Appendix to this Order is fair, just, and reasonable, and should be approved for service rendered by Bluegrass on and after January 1, 2015.

IT IS THEREFORE ORDERED that:

1. The rate proposed by Bluegrass is denied.
2. The rate in the Appendix to this Order is approved for service rendered on and after January 1, 2015.
3. Within 20 days of the date of this Order, Bluegrass 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



ATTEST:

  
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Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2014-00418 DATED

**DEC 19 2014**

The following rates and charges are prescribed for the customers served by Bluegrass Gas Sales, 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.

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$10.00		
All Mcf	\$ 5.1416	\$6.3158	\$ 11.4574

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