

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT ) CASE NO. 2014-00332  
FILING OF PEOPLES GAS KY, LLC )

ORDER

On April 29, 2004, in Case No. 2003-00411,<sup>1</sup> the Commission approved rates for Equitable Gas Company, a division of Equitable Resources, Inc. (“Equitable”), and provided for their further adjustment on a quarterly basis in accordance with Equitable’s Purchased Gas Adjustment clause. Equitable is regulated pursuant to KRS 278.485 and 807 KAR 5:026, the statute and regulation governing gathering systems that provide service to retail customers who tap onto such systems. Peoples Gas KY, LLC (“Peoples”) acquired Equitable on December 17, 2013.

On August 22, 2014, Peoples filed its proposed Gas Cost Recovery (“GCR”) rate application to be effective November 1, 2014.

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

1. Peoples’ notice includes a revised rate designed to pass on to its customers its expected change in wholesale gas costs.
2. Peoples’ Expected Gas Cost (“EGC”) is \$5.8638 per Mcf, which is a decrease of \$.6997 per Mcf from its previous EGC of \$6.5635 per Mcf.

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<sup>1</sup> Case No. 2003-00411, Application of Equitable Gas Company to Increase Rates Pursuant to KRS 278.485 (Ky. PSC Apr. 29, 2004).

3. Peoples' notice sets out no Refund Adjustment.

4. Peoples' notice sets out a current quarter Actual Cost Adjustment ("ACA") of (\$.1944) per Mcf. Peoples' total ACA is \$.1497 per Mcf, which is a decrease of \$1.0595 per Mcf from the previous total ACA of \$1.2092 per Mcf.

5. Peoples' notice sets out a current quarter Balancing Adjustment ("BA") of \$.0055 per Mcf. Peoples' total BA is \$.0829 per Mcf, which is an increase of \$.0091 per Mcf from the previous total BA of \$.0738 per Mcf.

6. Peoples' GCR rate is \$6.0964 per Mcf, which is a decrease of \$1.7501 per Mcf from its previous rate of \$7.8465 per Mcf.

7. The rate in the Appendix to this Order is fair, just, and reasonable and should be approved for final meter readings by Peoples on and after November 1, 2014.

IT IS THEREFORE ORDERED that:

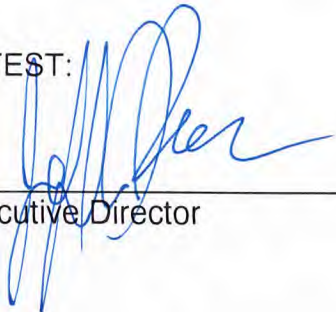
1. The rate in the Appendix to this Order, attached hereto and incorporated herein, is approved for final meter readings on and after November 1, 2014.

2. Within 20 days of the date of this Order, Peoples 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  
OCT 15 2014  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

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



APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2014-00332 DATED OCT 15 2014

The following rates and charges are prescribed for the customers in the area served by People Gas KY 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.

RATES:

Customer Charge		\$7.50	
	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total Rate</u>
All Mcf	\$2.1322	\$6.0964	\$ 8.2286

The minimum bill shall be \$7.50.

Andrew Weisner  
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Peoples Gas KY, LLC  
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