

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|-----------------------------------|---|------------|
| APPLICATION OF LOUISVILLE GAS AND |) | |
| ELECTRIC COMPANY FOR APPROVAL OF |) | |
| REVISED RATES TO BE RECOVERED |) | CASE NO. |
| THROUGH ITS GAS LINE TRACKER |) | 2014-00381 |
| BEGINNING WITH THE FIRST BILLING |) | |
| CYCLE FOR JANUARY, 2015 |) | |

ORDER

On October 31, 2014, Louisville Gas and Electric Company (“LG&E”) filed with this Commission an application requesting to revise its Gas Line Tracker (“GLT”) rates effective December 31, 2014. On November 24, 2014, LG&E provided responses to a November 14, 2014 request for information issued by Commission Staff. There are no intervenors in this proceeding. The case now stands submitted for decision.

LG&E’s revenue requirement for 2015 is \$19,077,383. The proposed GLT rates reflect this revenue requirement, as well as the (\$6,376,782) included in the 2013 GLT Balancing Adjustment approved in Case No. 2014-00070.¹

LG&E proposes to include property taxes on pipeline additions in the calculation of its GLT. In its application, LG&E states that its proposal to include property taxes “is consistent with such riders in place with other local distribution companies, such as Atmos Energy Corporation, Columbia Gas of Kentucky, and Delta Natural Gas Company, Inc.”²

¹ Case No. 2014-00070, Revised Gas Line Tracker Filing of Louisville Gas and Electric Company (Ky. PSC Apr. 29, 2014).

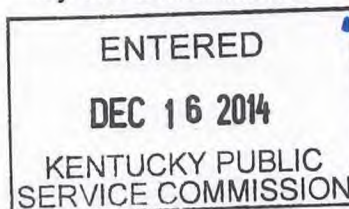
² Application, page 2.

Having reviewed the evidence of record and being otherwise sufficiently advised, the Commission finds that the information contained in LG&E's application, along with its responses to the November 14, 2014 request for information, is in sufficient detail to support the reasonableness of LG&E's proposed GLT rates. The Commission further finds that the tariff change proposed by LG&E relating to the inclusion of property taxes is reasonable and consistent with provisions already included in other jurisdictional gas distribution companies' tariffs and should be approved.


IT IS HEREBY ORDERED that:

1. The GLT rates in the Appendix to this Order are approved for service rendered by LG&E on and after December 31, 2014.
2. The GLT tariff revision approved herein is effective on and after December 31, 2014.
3. Within 20 days of the date of this Order, LG&E shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates and tariff revision approved herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00381 DATED **DEC 16 2014**

The following rates and charges are prescribed for the customers in the area served by Louisville Gas and Electric Company. 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 Line Tracker Rates

| | <u>Gas Line Tracker Rate</u> |
|---|----------------------------------|
| RGS – Residential Gas Service | \$ 2.53 |
| VFD – Volunteer Fire Department Service | \$ 2.53 |
| CGS – Commercial Gas Service | \$ 11.37 |
| IGS – Industrial Gas Service | \$ 100.59 |
| AAGS – As-Available Gas Service | \$ 554.69 |
| DGGS – Distributed Generation Gas Service | \$ 0.00 |

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