

June 11, 2015

Kentucky Public Service Commission Attn: Mr. Jeff Derouen, Executive Director 211 Sower Boulevard Frankfort, Kentucky 40602 JUN 11 2015 PUBLIC SERVICE COMMISSION

Dear Mr. Derouen:

Case No. 2015-00188

Enclosed for filing are an original and ten (10) conformed copies of Duke Energy Kentucky's ("Duke") "Monthly Report of Gas Cost Calculations and Tariff Schedules," for the month commencing with the July 2015 revenue month in accordance with KPSC order dated November 6, 2003 in Case No. 2003-00386. This filing is based on supplier tariff rates expected to be in effect on July 1, 2015 and the NYMEX close on June 8, 2015 for the month of July 2015.

The above described schedules and GCA are effective with the final meter readings of District 1, July 2015 revenue month (i.e., final meter readings on and after July 1, 2015).

Duke's proposed GCA is \$4.060 per Mcf. This rate represents a decrease of \$0.038 per Mcf from the rate currently in effect for June 2015.

Very truly yours,

Im Pattin

Dana Patten

Enclosure

cc: L. Schmidt

R:/tariffs/gcr/ulhp/gca monthly filing.doc

Attachment 1 Page 1 of 3

## COMPANY NAME: DUKE ENERGY KENTUCKY, INC. GAS COST ADJUSTMENT CLAUSE RATE CALCULATIONS SUPPLEMENTAL MONTHLY REPORT

			UNIT	AMOUNT
			\$/MCF \$/MCF \$/MCF \$/MCF \$/MCF	3.972 0.000 0.112 (0.024) 4.060
July 1, 2015	THROUGH	July 30, 2015		
PECTED GAS COST CALC	JLATION			
			UNIT	AMOUNT
			\$/MCF	3.972
		July 1, 2015 THROUGH		\$/MCF \$/MCF \$/MCF \$/MCF \$/MCF \$/MCF \$/MCF \$/MCF UNIT

PARTICULARS	UNIT	AMOUNT
URRENT QUARTERLY SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000
REVIOUS QUARTERLY REPORTED SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000
ECOND PREVIOUS QUARTERLY REPORTED SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000
HIRD PREVIOUS QUARTERLY REPORTED SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000
UPPLIER REFUND AND RECONCILIATION ADJUSTMENT (RA)	\$/MCF	0.000

## ACTUAL ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
CURRENT QUARTERLY ACTUAL ADJUSTMENT	\$/MCF	0.016
PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	0.445
SECOND PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	0.103
THIRD PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	(0.452)
ACTUAL ADJUSTMENT (AA)	\$/MCF	0.112

## BALANCE ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
CURRENT QUARTERLY ACTUAL ADJUSTMENT	\$/MCF	(0.043)
PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	(0.004)
SECOND PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	0.024
THIRD PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	(0.001)
BALANCE ADJUSTMENT (BA)	\$/MCF	(0.024)

	PORT FILED PURSUANT TO CASE NO. Y PUBLIC SERVICE COMMISSION DATED	<u>2003-00386</u> November 6, 2003	
DATE FILED:	June 10. 2015		BY: DON WATHEN
			TITLE: DIRECTOR,

Rates & Regulatory Strategy - OH/KY

## PURCHASED GAS ADJUSTMENT COMPANY NAME: DUKE ENERGY KENTUCKY, INC.

# SUPPLEMENTAL MONTHLY REPORT

# EXPECTED GAS COST RATE CALCULATION

DETAILS FOR THE EGC PROJECTED VOLUME FOR THE TWELV	July 1, 2015 May 31, 2016					
DEMAND (FIXED) COSTS:					\$	-
Columbia Gas Transmission Corp. Texas Gas Transmission					3,031,317	
Columbia Gulf Transmission Corp.					684,090 1,223,775	
K O Transmission Company					307,584	
ANR Pipeline					911,370	
Gas Marketers	MAND COST:				103,575	
TOTAL DE	WAND COST:				6,261,711	-
PROJECTED GAS SALES LESS SPECIAL CONTRAC	T IT PURCHASES:		10,215,906	MCF		
DEMAND (FIXED) COMPONENT OF EGC RATE	\$6,261,711	1	10,215,906	MCF	\$0.613	/MCF
COMMODITY COSTS: Gas Marketers Gas Storage Columbia Gas Transmission Propane COMMODITY COMPONENT OF EGC RATE:					\$3.279 \$0.000 \$0.000 <b>\$3.279</b>	/MCF /MCF
OTHER COSTS: Net Charge Off <sup>(1)</sup>	\$17,952	1	224,004		\$0.080	/MCF
TOTAL EXPECTED GAS COST:					\$3.972	/MCF

<sup>(1)</sup> Net Charge Off amount from Case No. 2009-00202 WPD-2.15a.

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### GAS COST ADJUSTMENT DUKE ENERGY KENTUCKY, INC.

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## DETAILS FOR THE EGC RATE IN EFFECT AS OF : JULY 1, 2015

GAS COMMODITY RATE FOR JULY 2015:				
<u>GAS MARKETERS :</u>				
WEIGHTED AVERAGE GAS COST @ CITY GATE (\$	, , ,		\$3.0581	\$/Dth
DUKE ENERGY KENTUCKY FUEL	1.900%	\$0.0581	\$3.1162	\$/Dth
DTH TO MCF CONVERSION	1.0522	\$0.1627	\$3.2789	\$/Mcf
ESTIMATED WEIGHTING FACTOR	100.000%		\$3.2789	\$/Mcf
GAS MARKETERS COMMODITY RA	TE		\$3.279	\$/Mcf
GAS STORAGE : COLUMBIA GAS TRANS STORAGE INVENTORY	DATE		<b>\$0</b> 7440	
COLUMBIA GAS TRANS STORAGE INVENTORY	RATE	CO 0150	\$3.7440	\$/Dth
COLUMBIA GAS TRANS. FSS WITHDRAWAL FEE	1.0000/	\$0.0153	\$3.7593	\$/Dth
COLUMBIA GAS TRANS SST FOEL	1.885%	\$0.0709 \$0.0178	\$3.8302 \$3.8480	\$/Dth \$/Dth
KO TRANS, COMMODITY RATE DUKE ENERGY KENTUCKY FUEL	1.900%	\$0.0014 \$0.0731	\$3.8494 \$3.9225	\$/Dth
DTH TO MCF CONVERSION	1.0522	+	\$3.9225	\$/Dth \$/Mcf
ESTIMATED WEIGHTING FACTOR	0.000%	\$0.2048	\$0.0000	\$/Mcf
GAS STORAGE COMMODITY RATE			\$0.0000 \$0.000	\$/Mcf
GAS STORAGE COMMODITE RATE	- COLUME	SIA GAS	\$0.000	\$/IVICI
PROPANE :				
ERLANGER PROPANE INVENTORY RATE			\$1.01178	\$/Gallon
GALLON TO MCF CONVERSION	15.38	\$14.5494	\$15.5612	\$/Mcf
ESTIMATED WEIGHTING FACTOR	0.0000%	÷	\$0.0000	\$/Mcf
PROPANE COMMODITY RATE	0.000070		\$0.000	\$/Mcf
			40.000	

(1) Weighted average cost of gas based on NYMEX prices on 6/8/2015 and contracted hedging prices.

Duke Energy Kentucky, Inc. 4580 Olympic Blvd. Erlanger, Kentucky 41018

175.00

KY.P.S.C. Gas No. 2 One-Hundred-Twelfth Revised Sheet No. 10 Cancelling and Superseding One-Hundred-Eleventh Revised Sheet No. 10 Page 1 of 2

# INDEX TO APPLICABLE GAS TARIFF SCHEDULES AND COMMUNITIES SERVED

	Sheet <u>No.</u> _	Billing Effective Date	Effective Date per Order
SERVICE REGULATIONS Service Agreements	20	09/30/10	09/30/10
Supplying and Taking of Service	21	09/30/10	09/30/10
Customer's Installation	22	09/30/10	09/30/10
Company's Installation	23	09/30/10	09/30/10
Metering	24	09/30/10	09/30/10
Billing and Payment	25	01/21/13	01/21/13
Deposits	26	09/30/10	09/30/10
Application Gas Space Heating Regulations	27 28	09/30/10 09/30/10	09/30/10
	20		09/30/10
Availability of Gas Service	29	09/30/10	09/30/10
FIRM SERVICE TARIFF SCHEDULES			
Rate RS, Residential Service	30	07/01/15	07/01/15 (T)
Rate GS, General Service	31	07/01/15	07/01/15 (T)
Reserved for Future Use	32		(1)
Reserved for Future Use	33		
Reserved for Future Use	34		
Reserved for Future Use	35		
Reserved for Future Use	36		
Reserved for Future Use	37		
Reserved for Future Use	38		
Reserved for Future Use	39		
Reserved for Future Use	40		
Reserved for Future Use	41		
Reserved for Future Use	42		
Reserved for Future Use.	43		
Rate FRAS, Full Requirements Aggregation Service	44	09/30/10	09/30/10
Reserved for Future Use	45		
Reserved for Future Use Reserved for Future Use	46		
Reserved for Future Use	47 48		
Reserved for Future use	48		
Reserved for 1 didie dse	49		
TRANSPORTATION TARIFF SCHEDULE			
Rate IT, Interruptible Transportation Service	50	09/30/10	09/30/10
Rate FT-L, Firm Transportation Service	51	09/30/10	09/30/10
Reserved for Future Use	52		
Rate SSIT, Spark Spread Interruptible Transportation Rate	53	09/30/10	09/30/10
Reserved for Future Use	54		
Rate AS, Pooling Service for Interruptible Transportation	55	09/30/10	09/30/10
Reserved for Future Use	56		
Rate GTS, Gas Trading Service	57	09/30/10	09/30/10
Rate IMBS, Interruptible Monthly Balancing Service	58	02/01/12	02/02/12
Rate DGS, Distributed Generation Service	59	09/30/10	09/30/10

Issued by authority of an Order of the Kentucky Public Service Commission dated\_\_\_\_\_\_, 2015 in Case No. 2015-00 in the second

# INDEX TO APPLICABLE GAS TARIFF SCHEDULES AND COMMUNITIES SERVED (Contd.)

Sheet <u>No.</u>	Billing Effective Date	Effective Date per Order
60 61 62 63	09/30/10 09/30/10 06/02/15	09/30/10 09/30/10 06/02/15
64 65 66 67 68 69		
70 71 72 73 74 75 76	09/30/10	09/30/10
77 78 79	06/02/15	06/02/15
80 81 82 83 84 85 86 87 88	09/30/10 09/30/10 09/30/10 09/30/10 09/30/10	09/30/10 09/30/10 09/30/10 09/30/10 09/30/10
	60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87	Sheet No.         Effective Date           60         09/30/10           61         09/30/10           62         06/02/15           63         64           65         66           67         68           69         09/30/10           70         09/30/10           71         72           73         74           75         76           77         06/02/15           78         79           80         09/30/10           81         09/30/10           82         09/30/10           83         09/30/10           84         09/30/10           85         86           87         88

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	One-Hundred-Sixth
	Revised Sheet No. 30
	Cancelling and Superseding
Duke Energy Kentucky, Inc.	One-Hundred-Fifth
4580 Olympic Blvd.	Revised Sheet No. 30
Erlanger, Kentucky 41018	Page 1 of 1

KY, P.S.C. Gas No. 2

\$16.00

## RATE RS RESIDENTIAL SERVICE

## APPLICABILITY

Applicable to firm natural gas service, which is comprised of commodity gas supply and local delivery service, required for all domestic purposes in private residences, single occupancy apartments, and common use areas of multi-occupancy buildings, when supplied at one point of delivery where distribution mains are adjacent to the premises to be served.

## NET MONTHLY BILL

The Net Monthly Bill is determined as follows: All gas is billed in units of 100 cubic feet (CCF).

Customer Charge per month:

Plus a commodity Charge for	Delivery <u>Rate</u>		Gas Cost <u>Adjustment</u>		Total Rate	
all CCF at	\$0.37213	plus	\$0.4060	Equals	\$0.77813	(R)

Plus, all delivered gas shall be subject to an adjustment per CCF as set forth on Sheet No. 62, Rider DSMR, Demand Side Management Rate.

The "Customer Charge" shown above shall be the minimum amount billed each month.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 70 of this tariff.

When bills are rendered less frequently than monthly the time related units such as cubic feet blocks, minimum or other charges, will be billed in accordance with the number of billing months in the meter reading interval.

#### LATE PAYMENT CHARGE

Payment of the Net Monthly Bill must be received in the Company's office within twenty-one (21) days from the date the bill is mailed by the Company. When not so paid, the Gross Monthly Bill, which is the Net Monthly Bill plus 5%, is due and payable.

## SERVICE REGULATIONS

The supplying of, and billing for, service and all conditions applying thereto, are subject to the jurisdiction of the Kentucky Public Service Commission and to Company's Service Regulations currently in effect, as filed with the Kentucky Public Service Commission, as provided by law.

Issued by authority of an Order of the Kentucky Public Service Commission dated \_\_\_\_\_, 2015 in Case No. 2015-00\_\_\_\_

Issued: \_\_\_\_\_, 2015 Effective: July 1, 2015 Issued by James P. Henning, President

\$47.50

## RATE GS

## GENERAL SERVICE

#### APPLICABILITY

Applicable to firm natural gas service, which is comprised of commodity gas supply and local delivery service, required for any purpose by an individual non-residential customer at one location when supplied at one point of delivery where distribution mains are adjacent to the premises to be served. This schedule is also applicable to non-metered natural gas commodity supplies and local delivery service for street lighting to such entities as certificated homeowners associations, businesses, and federal, state, and local governments. The Company may decline requests for service under this tariff due to gas supply limitations.

#### NET MONTHLY BILL

The Net Monthly Bill is determined as follows: All gas is billed in units of 100 cubic feet (CCF)

Customer Charge per month:

	Delivery <u>Rate</u>		Gas Cost Adjustment		Total Rate	
Plus a Commodity Charge for all CCF at	\$0.20530	Plus	\$0.4060	Equals	\$0.6113	(R)

Plus all delivered gas shall be subject to an adjustment per CCF as set forth on: Sheet No. 62, Rider DSMR, Demand Side Management Rate for non-residential service

The "Customer Charge" shown above shall be the minimum amount billed per month.

The "Gas Cost Adjustment," as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 70 of this tariff.

When bills are rendered less frequently than monthly the time related units such as cubic feet blocks, minimum bills or other charges, will be billed in accordance with the number of billing months in the meter reading interval.

### LATE PAYMENT CHARGE

Payment of the Net Monthly Bill must be received in the Company's office within twenty-one (21) days from the date the bill is mailed by the Company. When not so paid, the Gross Monthly Bill, which is the Net Monthly Bill plus 5%, is due and payable.

#### **TERM OF SERVICE**

One year, terminable thereafter on ten (10) days written notice by either customer or Company.

#### SERVICE REGULATIONS

The supplying of, and billing for, service and all conditions applying thereto, are subject to the jurisdiction of the Kentucky Public Service Commission, and to Company's Service Regulations currently in effect, as filed with the Kentucky Public Service Commission as provided by law.

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Issued: \_\_\_\_\_, 2015 Effective: July 1, 2015 Issued by James P. Henning, President