

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF) CASE NO.
NATURAL ENERGY UTILITY CORPORATION) 2016-00414

ORDER

On May 20, 2002, Natural Energy Utility Corporation (“Natural Energy”) adopted the tariffs, including a Purchased Gas Cost Adjustment Clause,¹ for furnishing gas service to the customers previously served by American Natural Gas Corporation.

On November 30, 2016, Natural Energy filed its Gas Cost Recovery (“GCR”) rate application to become effective January 1, 2017.

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

1. Natural Energy’s notice includes a revised rate designed to pass on to its customers its expected change in wholesale gas costs.
2. Natural Energy’s notice sets out an Expected Gas Cost (“EGC”) of \$3.4803 per Mcf, which is an increase of \$.0595 per Mcf from the previous EGC of \$3.4208 per Mcf.
3. Natural Energy’s notice sets out no current quarter Refund Adjustment.

¹ Natural Energy Utility Corporation Tariff, PSC Ky. No. 1, 1st Revised Sheet No. 17 (effective Apr. 15, 2006).

4. Natural Energy's notice sets out a current quarter Actual Cost Adjustment ("ACA") of (\$.0386) per Mcf. Natural Energy's total ACA is (\$1.0329) per Mcf, which is a decrease of \$.0077 per Mcf from the previous total ACA of (\$1.0252) per Mcf.

5. Natural Energy's notice sets out a GCR rate of \$2.4474 per Mcf, which is an increase of \$.0518 per Mcf from the previous GCR rate of \$2.3956 per Mcf.

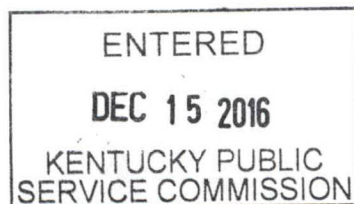
6. The rate proposed by Natural Energy and set forth in the Appendix to this Order is fair, just, and reasonable and should be approved for service rendered by Natural Energy on and after January 1, 2017.

IT IS THEREFORE ORDERED that:

1. The rate proposed by Natural Energy and set forth in the Appendix to this Order is approved for service rendered by Natural Energy on and after January 1, 2017.

2. Within 20 days of the date of this Order, Natural Energy 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



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00414 DATED **DEC 15 2016**

The following rates and charges are prescribed for the customers in the area served by Natural Energy Utility Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES:

<u>Monthly</u>	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total Rate</u>
All Mcf	\$4.24	\$2.4474	\$6.6874

Minimum Bill

The minimum bill shall be \$6.6874.

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