

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	CASE NO.
FILING OF PUBLIC GAS COMPANY,)	2017-00257
INC.)	

ORDER

On March 27, 2013, in Case No. 2012-00431,¹ the Commission approved rates for Public Gas Company (“Public”) and provided for their further adjustment in accordance with Public’s Gas Cost Adjustment (“GCA”) clause. On November 24, 2015, in Case No. 2015-00299,² the Commission entered an Order approving the transfer of Public’s assets to Kentucky Frontier Gas, LLC.

On June 29, 2017, Public filed its proposed Gas Cost Recovery (“GCR”) rate application to be effective August 1, 2017.

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

1. Public’s notice includes a revised rate designed to pass on to its customers its expected change in gas costs.
2. Public’s notice sets out an Expected Gas Cost (“EGC”) of \$5.6105 per Mcf, which is a decrease of \$.2929 per Mcf from the previous EGC of \$5.9034 per Mcf.
3. Public’s notice sets out no Refund Adjustment.

¹ Case No. 2012-00431, *Application of Public Gas Company for Rate Adjustment for Small Utilities Pursuant to 807 KAR 5:076* (Ky. PSC March 27, 2013).

² Case No. 2015-00299, *Joint Application of Kentucky Frontier Gas, LLC and Public Gas Company for Approval of Transfer and Acquisition of Assets and Financing* (Ky. PSC Nov. 24, 2015).

4. Public's notice sets out a current quarter Actual Cost Adjustment ("ACA") of (\$.3082) per Mcf. Public's total ACA is (\$.5702) per Mcf, which is a decrease of \$.3926 per Mcf from the previous total ACA of (\$.1776) per Mcf.

5. Public's GCR rate is \$5.0403 per Mcf, which is a decrease of \$.6855 per Mcf from the previous GCR rate of \$5.7258 per Mcf.

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

IT IS THEREFORE ORDERED that:

1. The rate proposed by Public and set forth in the Appendix to this Order is approved for service rendered on and August 1, 2017.

2. Within 20 days of the date of this Order, Public 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

ENTERED
JUL 26 2017
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Acting Executive Director

For John L. Jones

Case No. 2017-00257

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00257 DATED JUL 26 2017

The following rates and charges are prescribed for the customers served by Public Gas 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.

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$10.00		
All Ccf	\$.30914	\$.50403	\$.81317

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