COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)	CASE NO.
BLUEGRASS GAS SALES, INC.)	2019-00297

ORDER

On August 26, 2019, Bluegrass Gas Sales, Inc. (Bluegrass), filed its proposed Gas Cost Recovery (GCR) rate report to be effective October 1, 2019. After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- Bluegrass's report includes revised rates designed to pass on to its customers its expected change in gas costs.
- 2. Bluegrass's report sets out an Expected Gas Cost (EGC) of \$4.0211 per Mcf, which is a decrease of \$.4532 per Mcf from its previous EGC of \$4.4743 per Mcf.
 - 3. Bluegrass's report sets out no Refund Adjustment.
- 4. Bluegrass's report sets out a current quarter Actual Cost Adjustment (ACA) of (\$.0384) per Mcf. Bluegrass's total ACA is \$.3144 per Mcf, which is a decrease of \$.0130 per Mcf from its previous total ACA of \$.3274 per Mcf.
- 5. Bluegrass's report sets out a current quarter Balance Adjustment (BA) of \$.0045 per Mcf. Bluegrass's total BA is \$.0439 per Mcf, which is an increase of \$.0374 per Mcf from its previous total BA of \$.0065 per Mcf.
- 6. Bluegrass's GCR rate is \$4.3794 per Mcf, which is a decrease of \$.4288 per Mcf from its previous GCR rate of \$4.8082 per Mcf.

- 7. The rates set forth in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Bluegrass on and after October 1, 2019.
- 8. Should Bluegrass purchase sustainable natural gas from a renewable source during the reporting period of any future GCR reports then the supplier, cost, and amount must be documented in its cover letter to the Commission.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by Bluegrass and set forth in the Appendix to this Order are approved for service rendered on and after October 1, 2019.
- 2. Within 20 days of the date of entry of this Order, Bluegrass 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.
 - 3. This case is closed and removed from the Commission's docket.

By the Commission

ENTERED

SEP 3 0 2019

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00297 DATED **SEP 3 0 2019**

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

	Gas Cost Recovery Base Rate Rate		<u>Total</u>
All Mcf	\$5.1416	\$4.3794	\$ 9.5210

*Mark H O'Brien Bluegrass Gas Sales P.O. Box 23539 Anchorage, KENTUCKY 40223

*Bluegrass Gas Sales, Inc. 3620 Rockland Mills Road Center City, KY 42214