

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF	)	CASE NO.
KENTUCKY FRONTIER GAS, LLC	)	2020-00115

ORDER

On April 1, 2020, Kentucky Frontier Gas, LLC (Kentucky Frontier) filed its Gas Cost Recovery (GCR) rate report for rates effective May 1, 2020.

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

1. Kentucky Frontier's report includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Kentucky Frontier's report sets out an Expected Gas Cost (EGC) of \$3.8728 per Mcf. Kentucky Frontier failed to use the correct Intrastate Utility Sales Service (IUS) Rate for the natural gas supplied by Columbia Gas of Kentucky, Inc. in the calculation of its EGC. Kentucky Frontier's corrected EGC is \$3.9988 per Mcf, which is a decrease of \$.4876 per Mcf from its previous EGC of \$4.4864 per Mcf.
3. Kentucky Frontier's report sets out no Refund Adjustment.
4. Kentucky Frontier's report sets out a current quarter Actual Adjustment (AA) of (\$.2010) per Mcf and a total AA of (\$.6433) per Mcf, which is a decrease of \$.6889 per Mcf from the previous total AA of \$.0456 per Mcf.
5. Kentucky Frontier's report sets out a current quarter Balance Adjustment (BA) of \$.0944 per Mcf. Frontier failed to reconcile the expired (\$.0889) per Mcf AA

previously approved in Case No. 2018-00428<sup>1</sup> for the calculation of its current quarter BA. Correcting this produces a current quarter BA of (\$.0082) per Mcf and a total BA of (\$.0195) per Mcf, which is a decrease of \$.0082 per Mcf from its previous total BA of (\$.0113) per Mcf.

6. Kentucky Frontier's corrected GCR rate is \$.33360 per Ccf or \$3.3360 per Mcf, which is a decrease of \$1.1847 per Mcf from its previous rate of \$4.5207 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 Kentucky Frontier on and after May 1, 2020.

IT IS THEREFORE ORDERED that:

1. The rates set forth in the Appendix to this Order are approved for final meter readings by Kentucky Frontier on and after May 1, 2020.

2. Within 20 days of the date of entry of this Order, Kentucky Frontier 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.

3. This case is closed and removed from the Commission's docket.

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<sup>1</sup> Case No. 2018-00428, *Purchased Gas Adjustment Filing of Kentucky Frontier Gas, LLC* (KY PSC Jan. 17, 2019).

By the Commission

ENTERED  
APR 30 2020 rCS  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:



Executive Director

## APPENDIX

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00115 DATED APR 30 2020

The following rates and charges are prescribed for the customers in the area served by Kentucky Frontier Gas, LLC. 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 rate

The Gas Cost Recovery rate shall be \$.33360 per Ccf for service rendered on and after May 1, 2020.<sup>1</sup>

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<sup>1</sup> On April 21, 2020, Kentucky Frontier filed TFS2020-00201, Tariff Filing of Kentucky Frontier Gas, that separated the cost of gas from the base rates for its Daysboro customers. The GCR rate determined in this case include the purchases and sales for Daysboro. The GCR rate approved in this case is applied to the GCRR Gas Cost component of Daysboro.

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