

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|-------------------------------------|---|------------|
| ELECTRONIC PURCHASED GAS ADJUSTMENT |) | CASE NO. |
| FILING OF CITIPOWER, LLC |) | 2020-00276 |

ORDER

On August 31, 2020, Citipower, LLC (Citipower) filed its Gas Cost Recovery (GCR) rate report, for rates effective as of October 1, 2020. Citipower's previous GCR rate was approved in Case No. 2020-00163.¹

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Citipower's report proposes revised rates designed to pass on to its customers its expected change in gas costs.
2. Citipower's report sets out an Expected Gas Cost (EGC) of \$4.4520 per Mcf, which is no change from its prior EGC of \$4.4520 per Mcf. The EGC is based on Citipower's expected cost of gas from its primary supplier, Citigas, LLC (Citigas), a Citipower affiliate pursuant to 278.010(18), using the New York Mercantile Exchange (NYMEX) Natural Gas Nine-Month strip rate for April 2020.
3. Citipower's report sets out no Refund Adjustment.

¹ Case No. 2020-00163, *Electronic Purchased Gas Adjustment Filing of Citipower, LLC* (Ky. PSC June 26, 2020).

4. Citipower's report sets out a current quarter Actual Cost Adjustment (ACA) of \$.0722 per Mcf. Citipower's total ACA is \$.2872 per Mcf, which is an increase of \$.1942 per Mcf from its previous total ACA of \$.0930 per Mcf.

5. Citipower's report sets out a current quarter Balance Adjustment (BA) of (\$.0067) per Mcf. Citipower's total BA is (\$.0165) per Mcf, which is an increase of \$.0035 per Mcf from its previous total BA of (\$.0200) per Mcf.

6. Citipower's reports set out a GCR rate of \$4.7226 per Mcf. Due to a spreadsheet rounding error, Citipower erroneously set out an incorrect GCR rate. Citipower's corrected GCR rate is \$4.7227 per Mcf, which is an increase of \$.1977 per Mcf from the previous GCR rate of \$4.5250 per Mcf.

7. To aid in the Commission's review of Citipower's reports, Citipower should continue to submit all invoices it receives from Citigas and Citizens Gas when it files its GCR rate reports.

8. The rates set forth in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Citipower on and after October 1, 2020.

9. Should Citipower 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 Citipower are denied.
2. The rates proposed by Citipower and set forth in the Appendix to this Order are approved for service rendered by Citipower on and after October 1, 2020.

3. Citipower shall submit all invoices received from Citigas and Citizens Gas as part of all future GCR filings.

4. Within 20 days of the date of entry of this Order, Citipower 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.

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

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By the Commission



ATTEST:



Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00276 DATED SEP 30 2020

The following rates and charges are prescribed for the customers served by Citipower, 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.

RESIDENTIAL

| | <u>Base Rate</u> | <u>Gas Cost Recovery Rate</u> | <u>Total</u> |
|---------|------------------|---------------------------------------|--------------|
| All Mcf | \$ 10.3958 | \$4.7227 | \$15.1185 |

COMMERCIAL AND INDUSTRIAL

| | <u>Base Rate</u> | <u>Gas Cost Recovery Rate</u> | <u>Total</u> |
|---------|------------------|---------------------------------------|--------------|
| All Mcf | \$ 10.4620 | \$4.7227 | \$15.1847 |

INSTITUTIONAL

| | <u>Base Rate</u> | <u>Gas Cost Recovery Rate</u> | <u>Total</u> |
|---------|------------------|---------------------------------------|--------------|
| All Mcf | \$ 11.1506 | \$4.7227 | \$15.8733 |

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