

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. 2009-00239
FILING OF EQUITABLE GAS COMPANY)

O R D E R

On April 29, 2004, in Case No. 2003-00411,¹ the Commission approved rates for Equitable Gas Company, a division of Equitable Resources, Inc. ("Equitable"), and provided for their further adjustment on a quarterly basis in accordance with Equitable's Gas Cost Adjustment ("GCA") clause.

On June 25, 2009, Equitable filed its proposed GCA to be effective August 1, 2009.

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

1. Equitable's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Equitable's Expected Gas Cost ("EGC") is \$7.8794 per Mcf, which is an increase of \$.4431 per Mcf from its previous EGC of \$7.4363 per Mcf.
3. Equitable's notice sets out a current quarter Actual Adjustment ("AA") of (\$.8242) per Mcf. Equitable's total AA is (\$.7087) per Mcf, which is a decrease of \$1.4725 per Mcf from the previous total AA of \$.7638 per Mcf.

¹ Case No. 2003-00411, Application of Equitable Gas Company to Increase Rates Pursuant to KRS 278.485 (Ky. PSC Apr. 24, 2004).

4. Equitable's notice sets out a current quarter Balancing Adjustment ("BA") of \$.0026 per Mcf. Equitable's total BA is (\$.0106) per Mcf, which is an increase of \$.0150 per Mcf from the previous total BA of (\$.0256) per Mcf.

5. Equitable's Gas Cost Recovery Rate is \$7.1601 per Mcf, which is a decrease of \$1.0144 per Mcf from its previous rate of \$8.1745 per Mcf.

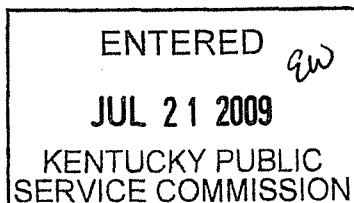
6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Equitable on and after August 1, 2009.

IT IS THEREFORE ORDERED that:

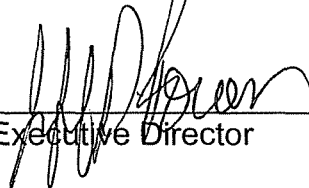
1. The rates in the Appendix to this Order, attached hereto and incorporated herein, are approved for final meter readings on and after August 1, 2009.

2. Within 20 days of the date of this Order, Equitable shall file with this Commission its revised tariffs setting out the rates authorized herein.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00239 DATED **JUL 21 2009**

The following rates and charges are prescribed for the customers in the area served by Equitable 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.

RATES: Monthly

Customer Charge		\$7.50	
	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total Rate</u>
All Mcf	\$2.1322	\$7.1601	\$ 9.2923

The minimum bill shall be \$7.50

Robert M Narkevic
Manager, Rates
Equitable Gas Company A Div. of Equitable
225 North Shore Drive
Pittsburgh, PA 15212-5861