COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. 2010-00262 FILING OF PUBLIC GAS COMPANY)

ORDER

On October 10, 1986, in Case No. 9565,¹ 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 June 30, 2010, Public filed its proposed GCA to be effective August 1, 2010.

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

- 1. Public's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Public's proposed Expected Gas Cost ("EGC") is \$7.4828 per Mcf, which is an increase of \$.2315 per Mcf from the previous EGC of \$7.2513 per Mcf.
 - 3. Public's notice sets out no current quarter Refund Adjustment.
- 4. Public's notice sets out a current quarter Actual Adjustment ("AA") of (\$.3824) per Mcf. Public's total AA of (\$.9471) per Mcf is a decrease of \$.3591 per Mcf from the previous total AA of (\$.5880) per Mcf.

¹ Case No. 9565, Notice of Public Gas Company, Inc. of a General Rate Adjustment (Ky. PSC Oct. 10, 1986).

- 5. Public's GCA is \$6.5357 per Mcf, which is a decrease of \$.1276 per Mcf from the previous GCA of \$6.6633 per Mcf.
- 6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Public on and after August 1, 2010.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after August 1, 2010.
- 2. Within 20 days of the date of this Order, Public shall file its revised tariffs with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED

JUL 2 7 2010

KENTUCKY PUBLIC SERVICE COMMISSION

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00262 DATED JUL 2 7 2010

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.

Rates:

	Base Rate	Gas Cost	Rate per Mcf
Minimum Bill - First Mcf	\$3.2705	\$6.5357	\$9.8062
Over 1 Mcf	\$2.1505	\$6.5357	\$8.6862

Bert Layne Jefferson Gas Transmission Co., Inc. 220 Lexington Green Circle, Ste. 130 P. O. Box 24032 Lexington, KY 40503-3333