COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. 2014-00213 FILING OF PUBLIC GAS COMPANY)

ORDER

On March 27, 2013, in Case No. 2012-00431,¹ 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, 2014, Public filed its proposed Gas Cost Recovery ("GCR") rate application to be effective August 1, 2014.

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

- 1. Public's notice includes a revised rate designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Public's revised notice sets out an Expected Gas Cost ("EGC") of \$5.9555 per Mcf, which is a decrease of \$.2477 per Mcf from the previous EGC of \$6.2032 per Mcf.
 - 3. Public's revised notice sets out no current quarter Refund Adjustment.

¹ Case No. 2012-00431, Application of Public Gas Company for Rate Adjustment for Small Utilities Pursuant to 807 KAR 5:076 (Ky. PSC Mar. 27, 2013).

4. Public's revised notice sets out a current quarter Actual Cost Adjustment ("ACA") of \$.2208 per Mcf. Public's total ACA is \$.1894 per Mcf, which is an increase of \$.2536 per Mcf from the previous total ACA of (\$.0642) per Mcf.

5. Public's GCR is \$6.1449 per Mcf, which is an increase of \$.0059 per Mcf from the previous GCR of \$6.1390 per Mcf.

6. The rate in the Appendix to this Order is fair, just, and reasonable and should be approved for service rendered by Public on and after August 1, 2014.

IT IS THEREFORE ORDERED that:

1. The rate in the Appendix attached hereto and incorporated herein is approved for service rendered on and after August 1, 2014.

2. Within 20 days of the date of this Order, Public 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.

By the Commission

ENTERED

JUL 1 8 2014

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director for

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00213 DATED JUL 1 8 2014

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.

	Base Rate	Gas Cost Recovery Rate	<u>Total</u>
Customer Charge All Mcf	\$10.00 \$3.0914	\$6.1449	\$ 9.2363

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