

4. Valley Gas's notice sets out a current quarter Actual Cost Adjustment ("ACA") of \$1.2663 per Mcf. Because the Commission did not approve a change in rates in Valley Gas's previous GCR rate application, Valley Gas's Previous Quarter ACA should be set at \$.0000 per Mcf. Furthermore, Valley Gas did not use the correct Second Previous Quarter ACA of (\$.2605) per Mcf, or Third Previous Quarter ACA of (\$.6588) per Mcf in the calculation of its total ACA. Valley Gas's corrected total ACA is \$.3470 per Mcf, which is an increase of \$1.3676 per Mcf from its previous total ACA of (\$1.0206) per Mcf.

5. Valley Gas's corrected GCR rate is \$4.3790 per Mcf, which is an increase of \$.8274 per Mcf from the previous GCR rate of \$3.5516 per Mcf.

6. The rate set forth in the Appendix to this Order is fair, just, and reasonable and should be approved for service rendered by Valley Gas on and after April 4, 2018. Valley Gas did not provide the 30 days' notice required for its rate to be effective April 1, 2018.

IT IS THEREFORE ORDERED that:

1. The rate proposed by Valley Gas is denied.
2. The rate set forth in the Appendix to this Order is approved for service rendered on and after April 4, 2018.
3. Within 20 days of the date of entry of this Order, Valley Gas shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission

ENTERED
MAR 22 2018
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00089 DATED **MAR 22 2018**

The following rates and charges are prescribed for the customers in the area served by Valley Gas, Inc. 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:

Customer Charge \$15.00

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf	\$3.0061	\$4.3790	\$7.3851

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Secretary
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