

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)
KENTUCKY FRONTIER GAS, LLC) CASE NO.
2019-00367

ORDER

On September 30, 2019, Kentucky Frontier Gas, LLC (Kentucky Frontier), filed its Gas Cost Recovery (GCR) rate report for rates effective November 1, 2019.

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

1. Kentucky Frontier's report includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Kentucky Frontier's report sets out an Expected Gas Cost (EGC) of \$4.7664 per Mcf, which is a decrease of \$.2932 per Mcf from its previous EGC of \$5.0596 per Mcf.
3. Kentucky Frontier's report sets out no Refund Adjustment.
4. Kentucky Frontier's report sets out a current quarter Actual Adjustment (AA) of (\$.0146) and a total AA of \$.0352 per Mcf, which is an increase of \$.1769 per Mcf from the previous total AA of (\$.1417) per Mcf.
5. Kentucky Frontier's Balance Adjustment (BA) was unavailable until it files its GCR rate report for rates effective November 1, 2019; however, Kentucky Frontier's report sets out no current quarter BA or total BA. Kentucky Frontier failed to reconcile the

expired \$.0808 per Mcf AA previously approved in Case No. 2018-00232¹ for the calculation of its current quarter BA. Correcting this produces a current quarter BA and total BA of \$.0013 per Mcf, which is an increase of \$.0013 per Mcf from its previous rate of \$.0000 per Mcf.

6. Kentucky Frontier's corrected GCR rate is \$.48029 per Ccf or \$4.8029 per Mcf, which is a decrease of \$.1150 per Mcf from its previous rate of \$4.9179 per Mcf.

7. The rates as set forth in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Kentucky Frontier on and after November 1, 2019.

IT IS THEREFORE ORDERED that:

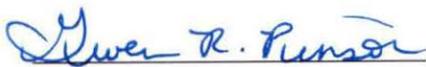
1. The rates proposed by Kentucky Frontier are denied.
2. The rates set forth in the Appendix to this Order are approved for final meter readings by Kentucky Frontier on and after November 1, 2019.
3. Within 20 days of the date of entry of this Order, Kentucky Frontier shall file with this Commission, 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.
4. This case is closed and removed from the Commission's docket.

¹ Case No. 2018-00232, *Purchased Gas Adjustment Filing of Kentucky Frontier Gas, LLC* (Ky. PSC July 27, 2018).

By the Commission

ENTERED
OCT 24 2019
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00367 DATED **OCT 24 2019**

The following rates and charges are prescribed for the customers in the area served by Kentucky Frontier Gas, 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.

Gas Cost Recovery rate

The Gas Cost Recovery rate shall be \$.48029 per Ccf for service rendered on and after November 1, 2019.

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