

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. 2013-00070
FILING OF VALLEY GAS, INC.)

ORDER

On July 5, 2011, in Case No. 2011-00010,¹ the Commission approved rates for Valley Gas, Inc. ("Valley Gas") and provided for their further adjustment on a quarterly basis in accordance with Valley's Gas Cost Recovery ("GCR") clause.

On February 22, 2013, Valley Gas filed its GCR to be effective April 1, 2013.

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

1. Valley Gas's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Valley Gas's proposed Expected Gas Cost ("EGC") is \$4.4666 per Mcf, which is a decrease of \$.4959 per Mcf from its previous EGC of \$4.9625 per Mcf.
3. Valley Gas's notice sets out no current quarter refund adjustment ("RA").
4. Valley Gas's notice sets out a current quarter Actual Adjustment ("AA") of \$.2379 per Mcf. Valley's total AA is (\$1.5098) per Mcf, which is \$.1964 per Mcf more than its previous total AA of (\$1.7062) per Mcf.
5. Valley Gas's GCR is \$2.9568 per Mcf, which is \$.2995 per Mcf less than the previous rate of \$3.2563 per Mcf.

¹ Case No. 2011-00010, Application of Valley Gas, Inc. for Alternative Rate Filing Adjustment (Ky. PSC July 5, 2011).

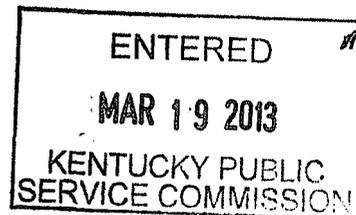
6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be effective for billing for service rendered by Valley Gas on and after April 1, 2013.

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 April 1, 2013.

2. Within 20 days of the date of this Order, Valley Gas 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



ATTEST



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00070 DATED **MAR 19 2013**

The following rates and charges are prescribed for the customers 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 this Commission prior to the effective date of this Order.

RATES:

Customer Charge	\$10.00		
	<u>Base Rate</u>	<u>Gas Cost Adjustment</u>	<u>Total</u>
All Mcf	\$2.7544	\$2.9568	\$5.7112

Kerry R Kasey
Secretary
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