

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)	CASE NO.
PUBLIC GAS COMPANY)	2013-00359

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 March 9, 2012, in Case No. 2012-00029,² the Commission entered an Order approving the transfer of Public's stock to Gas Natural, Inc.

On September 30, 2013, Public filed its proposed GCA to be effective November 1, 2013.

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 notice sets out an Expected Gas Cost ("EGC") of \$5.5497 per Mcf, which is a decrease of \$.2019 per Mcf from the previous EGC of \$5.7516 per Mcf.
3. Public's 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).

² Case No. 2012-00029, Joint Application of Gas Natural, Inc. and Kentucky Energy Development, LLC for an Order Approving a Transfer and Acquisition of Ownership and Control of Public Gas Company, Inc. (Ky. PSC Mar. 9, 2012).

4. Public's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0554) per Mcf. Public's total AA is \$.0136 per Mcf, which is a decrease of \$.0369 per Mcf from the previous total AA of \$.0505 per Mcf.

5. Public's GCA is \$5.5633 per Mcf, which is a decrease of \$.2388 per Mcf from the previous GCA of \$5.8021 per Mcf.

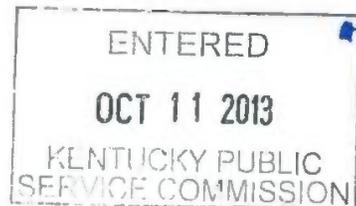
6. The rate in the Appendix to this Order is fair, just, and reasonable and should be approved for service rendered by Public on and after November 1, 2013.

IT IS THEREFORE ORDERED that:

1. The rate in the Appendix attached hereto and incorporated herein is approved for billing for service rendered on and after November 1, 2013.

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



ATTEST:

A handwritten signature in blue ink, appearing to be "J. J. [unclear]".

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00359 DATED **OCT 11 2013**

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.

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$10.00		
All Mcf	\$3.0914	\$5.5633	\$ 8.6547

Anita Noce
Public Gas Company, Inc.
220 Lexington Green Circle
Suite 130
Lexington, KY 40503