

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)	CASE NO.
VALLEY GAS, INC.)	2013-00405

ORDER

On November 5, 2013, in Case No. 2013-00150,¹ the Commission approved rates for Valley Gas, Inc. ("Valley Gas") and provided for their further adjustment on a quarterly basis in accordance with Valley Gas's Gas Cost Recovery ("GCR") clause.

On November 18, 2013, Valley Gas filed its GCR to be effective January 1, 2014.

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

1. Valley Gas's notice includes a revised rate designed to pass on to its customers its expected change in wholesale gas costs.
2. Valley Gas's proposed Expected Gas Cost ("EGC") is \$4.9778 per Mcf, which is a decrease of \$.0481 per Mcf from the previous EGC of \$5.0259 per Mcf.
3. Valley Gas's notice sets out no current quarter Refund Adjustment.
4. Valley Gas's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0186) per Mcf. Valley Gas's total AA is (\$.0824) per Mcf, which is a decrease of \$.0492 per Mcf from the previous total AA of (\$.0332) per Mcf.
5. Valley Gas's notice sets out a GCR of \$4.8954 per Mcf, which is a decrease of \$.0973 per Mcf from the previous GCR of \$4.9927 per Mcf.

¹ Case No. 2013-00150, Application of Valley Gas, Inc. for an Alternative Rate Adjustment (Ky. PSC Nov. 5, 2013).

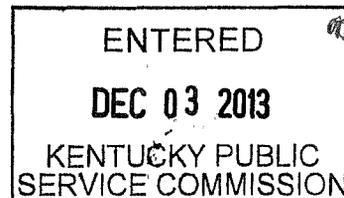
6. The rate in the Appendix to this Order is fair, just, and reasonable and should be approved for service rendered by Valley Gas on and after January 1, 2014.

IT IS THEREFORE ORDERED that:

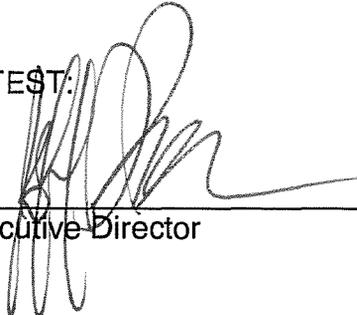
1. The rate in the Appendix attached hereto and incorporated herein is approved for service rendered on and after January 1, 2014.

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 rate approved herein and reflecting that it was 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. 2013-00405 DATED DEC 03 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 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	\$4.8954	\$7.9015

Kerry R Kasey
Secretary
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