

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF KENTUCKY FRONTIER GAS,) CASE NO. 2012-00215
LLC D/B/A BELFRY GAS COMPANY, INC.)

ORDER

On October 11, 1993, in Case No. 1993-00111, the Commission approved rates for Belfry Gas Company, Inc. ("Belfry") and provided for their further adjustment in accordance with Belfry's Gas Cost Adjustment ("GCA") clause.¹

On May 31, 2012, Belfry filed its GCA to be effective July 1, 2012.

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

1. Belfry's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Belfry's notice sets out an Expected Gas Cost ("EGC") of \$3.3979 per Mcf, a decrease of \$.3587 per Mcf from its prior EGC of \$3.7566 per Mcf.
3. Belfry's notice sets out no Refund Adjustment ("RA").

¹ Case No. 1993-00111, Adjustment of Rates of Belfry Gas Company, Inc. and for Authority to Incur Additional Indebtedness (Ky. PSC Oct. 11, 1993).

4. Belfry's notice sets out a current quarter Actual Adjustment ("AA") of (\$.4818) per Mcf. Belfry's total AA is (\$.9045) per Mcf, which is a decrease of \$.3102 per Mcf from its previous total AA of (\$.5943) per Mcf.

5. Belfry's notice sets out no Balance Adjustment.

6. Belfry's GCA is \$2.4934 per Mcf, which is a decrease of \$.6689 per Mcf from its previous rate of \$3.1623 per Mcf.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Belfry on and after July 1, 2012.

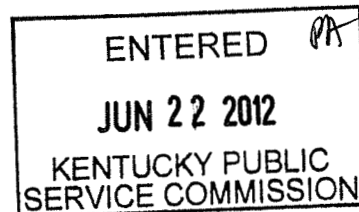
IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after July 1, 2012.

2. Within 20 days of the date of this Order, Belfry shall file with the Commission its revised tariff sheets setting out the rates authorized herein, reflecting that they were approved pursuant to this Order.

By the Commission

Commissioner Breathitt is abstaining from this proceeding.



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00215 DATED **JUN 22 2012**

The following rates and charges are prescribed for the customers served by Belfry Gas Company, 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.

RETAIL RATES:

Monthly usage

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cubic feet (Minimum Bill)	\$4.2667	\$2.4934	\$6.7601
Over 1,000 cubic feet	\$2.7182	\$2.4934	\$5.2116

Dennis R Horner
Kentucky Frontier Gas, LLC
4891 Independence Street, Suite 200
Wheat Ridge, CO 80033