COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. FILING OF BLUEGRASS GAS SALES, INC.) 2019-00062

ORDER

On February 25, 2019, Bluegrass Gas Sales, Inc. (Bluegrass), filed its proposed Gas Cost Recovery (GCR) rate application to be effective April 1, 2019. After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- Bluegrass's application includes revised rates designed to pass on to its customers its expected change in gas costs.
- Bluegrass's application sets out an Expected Gas Cost (EGC) of \$4.6390
 per Mcf. Due to a spreadsheet rounding error, Bluegrass erroneously set out an incorrect
 EGC rate. Bluegrass's corrected EGC rate is \$4.6389 per Mcf.
 - 3. Bluegrass's application sets out no Refund Adjustment.
- Bluegrass's application sets out a current quarter Actual Cost Adjustment
 (ACA) of \$.2693 per Mcf and a total ACA of \$.3120 per Mcf.
- 5. Bluegrass's application sets out a current quarter Balance Adjustment (BA) of \$.0068 per Mcf and a total BA of (\$.0268) per Mcf.
- Bluegrass's corrected GCR rate is \$4.9241 per Mcf, which is an increase of
 \$.4393 per Mcf from its previous GCR rate of \$4.4848 per Mcf.

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

IT IS THEREFORE ORDERED that:

- The rates proposed by Bluegrass are denied.
- The rates set forth in the Appendix to this Order are approved for service rendered on and after April 1, 2019.
- 3. Within 20 days of the date of entry of this Order, Bluegrass 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.
 - 4. This case is closed and removed from the Commission's docket.

By the Commission

ENTERED

MAR 1 8 2019

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director for Cower R. Pinson

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00062 DATED MAR 1 8 2019

The following rates and charges are prescribed for the customers in the area served by Bluegrass Gas Sales, Inc. 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.

	Base Rate	Gas Cost Recovery <u>Rate</u>	_Total
All Mcf	\$5.1416	\$4.9241	\$ 10.0657

*Mark H O'Brien Bluegrass Gas Sales P.O. Box 23539 Anchorage, KENTUCKY 40223

*Bluegrass Gas Sales, Inc. 3620 Rockland Mills Road Center City, KY 42214