

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASE GAS ADJUSTMENT)	CASE NO.
FILING OF BLUEGRASS GAS SALES, INC.)	2020-00288

ORDER

On August 27, 2020, Bluegrass Gas Sales, Inc. (Bluegrass) filed its proposed Gas Cost Recovery (GCR) rate report to be effective October 1, 2020. Bluegrass's previous GCR rate was approved in Case No. 2020-00173.¹

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

1. Bluegrass's report includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Bluegrass's report sets out an Expected Gas Cost (EGC) of \$4.4193 per Mcf. Due to a spreadsheet rounding error, Bluegrass erroneously set out an incorrect EGC. Bluegrass's corrected EGC is \$4.4194 per Mcf, which is an increase of \$.4760 per Mcf from its previous EGC of \$3.9434 per Mcf.
3. Bluegrass's report sets out no Refund Adjustment.
4. Bluegrass's report sets out a current quarter Actual Cost Adjustment (ACA) of (\$.1033) per Mcf. Bluegrass's total ACA is (\$.5580) per Mcf, which is a decrease of \$.0649 per Mcf from its previous total ACA of (\$.4931) per Mcf.

¹ Case No. 2020-00173, *Electronic Purchased Gas Adjustment Filing of Bluegrass Gas Sales, Inc.* (Ky. PSC June 19, 2020).

5. Bluegrass's report sets out a current quarter Balance Adjustment (BA) of (\$.0047) per Mcf. Bluegrass's total BA is \$.0103 per Mcf, which is a decrease of \$.0092 per Mcf from its previous total BA of \$.0195 per Mcf.

6. Bluegrass's corrected GCR rate is \$3.8717 per Mcf, which is an increase of \$.4019 per Mcf from its previous GCR rate \$3.4698 per Mcf.

7. 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 October 1, 2020.

8. Should Bluegrass purchase sustainable natural gas from a renewable source during the reporting period of any future GCR reports then the supplier, cost, and amount must be documented in its cover letter to the Commission.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Bluegrass are denied.
2. The rates proposed by Bluegrass and set forth in the Appendix to this Order are approved for service rendered on and after October 1, 2020.
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
SEP 28 2020 rcs
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Acting Executive Director

Case No. 2020-00288

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00288 DATED SEP 28 2020

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.

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf	\$5.1416	\$3.8717	\$ 9.0133

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