

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS ADJUSTMENT)	CASE NO.
FILING OF CITIPOWER, LLC)	2021-00096

ORDER

On February 26, 2021, Citipower, LLC (Citipower) filed its Gas Cost Recovery (GCR) rate report, for rates effective as of April 1, 2021. Citipower's previous GCR rate was approved in Case No. 2020-00377.¹

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Citipower's report proposes revised rates designed to pass on to its customers its expected change in gas costs.
2. Citipower's report sets out an Expected Gas Cost (EGC) of \$5.5932 per Mcf, which is an increase of \$.3852 from its previous EGC of \$5.2080 per Mcf. The EGC is based on Citipower's expected cost of gas from its primary supplier, Citigas, LLC (Citigas), a Citipower affiliate pursuant to KRS 278.010(18), using the New York Mercantile Exchange (NYMEX) Natural Gas Twelve-Month strip rate for March 2021.
3. Citipower's report sets out no Refund Adjustment.

¹ Case No. 2020-00377, *Electronic Purchased Gas Adjustment Filing of Citipower, LLC* (Ky. PSC Dec. 18, 2020).

4. Citipower's report sets out a current quarter Actual Cost Adjustment (ACA) of \$.0319 per Mcf. Citipower's total ACA is \$.2902 per Mcf, which is a decrease of \$.0677 per Mcf from its previous total ACA of \$.3579 per Mcf.

5. Citipower's report sets out a current quarter Balance Adjustment (BA) of (\$.0073) per Mcf. Citipower did not include the reconciliation of the expired (\$.0012) per Mcf BA previously approved in Case No. 2019-00442² in the calculation of its current quarter BA. Citipower's corrected current quarter BA is \$.0064 per Mcf. Correcting this produces a total BA of \$.0041 per Mcf, which is an increase of \$.0078 per Mcf from its previous total BA of (\$.0037) per Mcf.

6. Citipower's corrected GCR rate is \$5.8875 per Mcf, which is an increase of \$.3253 per Mcf from the previous GCR rate of \$5.5622 per Mcf.

7. The rates set forth in Appendix to this Order are fair, just and reasonable and should be approved for service rendered by Citipower on and after April 1, 2021.

8. Should Citipower 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 Citipower are denied.
2. The rates set forth in the Appendix to this Order are approved for service rendered on and after April 1, 2021.
3. Within 20 days of the date of entry of this Order, Citipower shall file with this

² Case No. 2019-00442, *Purchased Gas Adjustment Filing of Citipower, LLC* (Ky. PSC Dec. 20, 2019).

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.

4. This case is hereby closed and removed from the Commission's docket.

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APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2021-00096 DATED MAR 31 2021

The following rates and charges are prescribed for the customers served by Citipower, LLC. 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.

RESIDENTIAL

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf	\$ 10.3958	\$5.8875	\$16.2833

COMMERCIAL AND INDUSTRIAL

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf	\$ 10.4620	\$5.8875	\$16.3495

INSTITUTIONAL

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf	\$ 11.1506	\$5.8875	\$17.0381

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