

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS	)	CASE NO.
ADJUSTMENT FILING OF MARTIN GAS, INC.	)	2021-00227

ORDER

On May 28, 2021, Martin Gas, Inc. (Martin) filed its proposed Gas Cost Recovery (GCR) rate report to be effective July 1, 2021. Martin's previous GCR rate was approved in Case No. 2021-00099.<sup>1</sup>

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

1. Martin's report includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Martin's report sets out an Expected Gas Cost (EGC) of \$4.9955 per Mcf, which is an increase of \$.0326 per Mcf from its previous EGC of \$4.9629 per Mcf.
3. Martin's report sets out no supplier Refund Adjustment.
4. Martin's report sets out a current quarter Actual Adjustment (AA) of (\$.0083) per Mcf. When calculating the unit cost of gas, Martin used total cost of Volumes Purchased divided by total supply volumes purchased instead of dividing by total sales.

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<sup>1</sup> Case No. 2021-00099, *Electronic Purchased Gas Adjustment Filing of Martin Gas, Inc.* (Ky. PSC Mar. 31, 2021).

Martin's corrected current quarter AA is \$.0300 per Mcf. This produces a total AA of (\$.2036) per Mcf, which is an increase of \$.1673 per Mcf from its previous total AA of (\$.3709) per Mcf.

5. Martin's report sets out a current quarter Balance Adjustment (BA) of (\$.00221) per Mcf. Due to a spreadsheet rounding error, Martin erroneously set out an incorrect quarter BA. In future calculations of its BA, Martin should round the quarter BA rates to four decimal places to match the other GCR rate components. Martin's corrected current quarter BA is (\$.0022) and total BA is (\$.0052) per Mcf, which is a decrease of \$.0022 per Mcf from its previous total BA of (\$.0030) per Mcf.

6. Martin's corrected GCR rate is \$4.7867 per Mcf, which is an increase of \$.1977 per Mcf from the previous GCR rate of \$4.5890 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 Martin on and after July 1, 2021.

8. Should Martin 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 Martin are denied.
2. The rates set forth in Appendix to this Order are approved for service rendered on and after July 1, 2021.
3. Martin's future GCR reports shall include the gas sold information for each month of the 12-month reporting period.

4. Within 20 days of the date of entry of this Order, Martin shall file with this 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.


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

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By the Commission

ENTERED  
JUN 18 2021  
rcs  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
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Executive Director for

Case No. 2021-00227

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2021-00227 DATED JUN 18 2021

The following rates and charges are prescribed for the customers in the area served by Martin Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of this Commission prior to the effective date of this Order.

Retail Rates

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
All Mcf	\$ 4.9946	\$4.7867	\$9.7813

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