

CLASSIFICATION OF SERVICE – RATE SCHEDULES  
PEOPLES KY PURCHASED GAS ADJUSTMENT

DEFINITIONS

For purposes of this tariff:

- a. "Average Expected Cost" is the cost of purchased gas which results from the application of supplier rates currently in effect, or reasonably expected to be in effect during the calendar quarter, on purchased gas volumes during the twelve-month period ending with the reporting period to which the GCR will apply, divided by the corresponding sales volume. Where the calculations require the use of volumes used during a given period, and those volumes did not exist for a particular source for the entire period, or the Company expects the volumes to change substantially, the Company may make appropriate adjustments to its calculations. Any adjustments of this type shall be described in the quarterly Gas Cost Recovery Report.
- b. "GCR" means the quarterly updated gas cost recovery rate and is the sum of the expected gas cost component plus the supplier refund adjustment plus the actual cost adjustment plus the balancing adjustment; i.e.,  $GCR = EGC + RA + ACA + BA$ .
- c. "Calendar Quarters" means each of the four three-month periods of (1) February, March, and April; (2) May, June, and July; (3) August, September, and October; (4) November, December, and January.
- d. "Reporting Period" means the three-month accounting period that ended approximately sixty (60) days prior to the filing date of the updated gas cost recovery rates; i.e., the calendar quarters ended April 30, July 31, October 31, and January 31 of each year.

GAS COST RECOVERY RATE (GCR):

Expected Gas Supply Cost (EGC)	\$ 3.6892 / per 1.0 Mcf
Refund Adjustment (RA)	\$ 0.0000
Actual Cost Adjustment (ACA)	\$(0.2747)
Balance Adjustment (BA)	<u>\$(0.0105)</u>
 Total Gas Cost Recovery Rate	 \$ 3.4040 / per 1.0 Mcf



DATE OF ISSUE: April 1, 2021  
EFFECTIVE DATE: April 1, 2021  
ISSUED BY: John B. Brown, President

Issued by authority of an Order of the Public Service Commission of KY  
In Case No. 2020-00346 dated February 22, 2021

