PEOPLES GAS KY LLC 375 NORTH SHORE DRIVE, SUITE 600 PITTSBURGH, PA 15212 TWENTY SECOND REVISED SHEET No.4 CANCELING TWENTY FIRST REVISED SHEET No.4 P.S.C. KY. No.1

> CANCELLED NOV 0 1 2019

KENTUCKY PUBLIC ERVICE COMMISSION

PURCHASED GAS ADJUSTMENT CLAUSE (Continued)

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 twelvemonth 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)	3.6574	(R)
Refund Adjustment (RA)	0.0000	
Actual Cost Adjustment (ACA)	(0.0313)	(R)
Balance Adjustment (BA)	(0.0138)	(R)
Total Gas Cost Recovery Rate per Mcf	3.6123	(R)

(R) Indicates Reduction

ISSUED: June 24, 2019 EFFECTIVE: August 1, 2019	KENTUCKY PUBLIC SERVICE COMMISSION	
Filed in compliance with the Commission's Order at Case No. 2019-00194 entered July 9, 2019 Issued By: Carol Scanlon Manager, Rates and Regulation	Gwen R. Pinson Executive Director Sturen R. Punson	
	EFFECTIVE 8/1/2019 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)	