

FILE

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Regulation of the)
Purchased Gas Adjustment Clauses)
Contained Within the Rate Schedules of) Case No. 11-212-GA-GCR
Orwell Natural Gas Company and Related)
Matters.)

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2011 FEB 15 PM 4:16
PUCO

MOTION OF ORWELL NATURAL GAS COMPANY
TO CORRECT ERROR IN QUARTERLY GCR
AUTOMATIC ADJUSTMENT CALCULATION

Orwell Natural Gas Company (hereinafter, "Orwell") respectfully requests that it be authorized to change the Current Quarterly Actual Adjustment contained in its filing on February 2, 2011 for the reason that Schedule III contained therein inadvertently recorded an erroneous value in the row captioned "Other Volumes - Imbalance" under "Supply Volume Per Books" for July, 2010 of 64,175 Mcf, and in the row captioned "Other Cost (Imbalance)" under "Supply Cost Per Books" of \$295,122". Attached to this Motion and Supporting Memorandum is a Revised Schedule III which shows the correct values of (2,733) Mcf and (\$16,599), respectively. This proposed modification will prevent a substantial overstatement of the Current Quarterly Actual Adjustment as described in the Memorandum in Support attached hereto.

Respectfully submitted,



Andrew J. Sonderman (0008610)

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Counsel for Orwell Natural Gas Company

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MEMORANDUM IN SUPPORT

As noted in the attached letter of Orwell's Accountant, the erroneous figures submitted in Schedule III as originally submitted on February 2 was the result of an inadvertent reversal of a reduction in volumes and gas cost that had been accurately reflected in the prior quarterly GCR filing for October through December, 2010. The effect of this inadvertent error was to significantly increase Total Supply Cost in July 2010 to \$434,785 from \$123,065, and correspondingly increase the Actual Adjustment from the correct value of \$0.0972/Mcf to \$0.5267/Mcf. It is in the public interest that this inadvertent error be corrected and the accurate Actual Adjustment applied as expeditiously as possible.

Respectfully submitted,



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Counsel for Orwell Natural Gas Company

- REVISED -

PURCHASED GAS ADJUSTMENT

SCHEDULE III

ORWELL NATURAL GAS COMPANY

ACTUAL ADJUSTMENT

DETAILS FOR THE EGC RATE IN EFFECT AS OF FEBRUARY 1, 2011 AND THE
VOLUME FOR THE TWELVE MONTH PERIOD ENDED SEPTEMBER 30, 2010

PARTICULARS	UNIT	MONTH Jul-10	MONTH Aug-10	MONTH Sep-10
<u>SUPPLY VOLUME PER BOOKS</u>				
PRIMARY GAS SUPPLIERS	MCF	21,467	20,862	13,227
UTILITY PRODUCTION	MCF			
INCLUDABLE PROPANE	MCF			
OTHER VOLUMES (IMBALANCE)	MCF	(2,733)	(206)	979
TOTAL SUPPLY VOLUMES	MCF	18,724	20,744	14,206
<u>SUPPLY COST PER BOOKS</u>				
PRIMARY GAS SUPPLIERS	\$	\$ 138,864	\$ 131,674	\$ 77,589
UTILITY PRODUCTION	\$			
INCLUDABLE PROPANE	\$			
OTHER COST (IMBALANCE)	\$	\$ (16,589)	\$ 2,635	\$ 4,911
TOTAL SUPPLY COST	\$	\$ 123,055	\$ 134,409	\$ 82,200
<u>SALES VOLUMES</u>				
JURISDICTIONAL	MCF	18,211	13,130	14,983
NON-JURISDICTIONAL	MCF			
OTHER VOLUMES (SPECIFY)	MCF			
UNIT BOOK COST OF GAS (SUPPLY \$ + SALES MCF)	\$/MCF	\$ 6.7577	\$ 10.2367	\$ 5.4938
LESS: EGC IN EFFECT FOR MONTH 7/1/10 - 9/30/10	\$/MCF	\$ 6.0407	\$ 5.6695	\$ 5.5466
DIFFERENCE	\$/MCF	\$ 0.7170	\$ 4.5671	\$ (0.1530)
TIMES: MONTHLY JURISDICTIONAL SALES	MCF	18,211	13,130	14,983
MONTHLY COST DIFFERENCE	\$	\$ 13,057	\$ 59,987	\$ (2,269)
BALANCE ADJUSTMENT SCHEDULE IV				(187)

PARTICULARS	UNIT	THREE MONTH PERIOD
COST DIFFERENCE FOR THE THREE MONTH PERIOD	\$	\$ 70,868
DIVIDED BY: TWELVE MONTH SALES ENDED: 09/30/10	MCF	725,768
THIS REPORT FILED PURSUANT TO PUCO CASE NUMBER 10-212-GA-GCR	\$/MCF	\$ 0.0972

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RECEIVED - DOCKETING DIV



2011 FEB 3 PM 12:49

February 1, 2011

Public Utilities Commission of Ohio
Attn: Docketing - 11th Floor
180 East Broad Street
Columbus, OH 43215

Re: Error found on Schedule 3 of the January and February Orwell Natural Gas GCR filing.

Case No. ~~11-577-GA-UNG~~ 11-212-GA-GCR

I am writing to request authorization to change the Current Quarterly Actual Adjustment for the March 2011 GCR filing. The adjustment is in effect from January through March, but carries forward an entire year through the AA adjustment. An error was found that would significantly reduce the adjustment from .5267 to .0972.

In the GCR filings for October through December 2010, the Schedule 3 imbalance amount correctly shows a reduction for gas purchases which were sold to an outside entity. When Schedule 3 was calculated for January through March 2011, the gas reduction mentioned above was inadvertently reversed resulting in an overstatement of the Current Quarterly Actual Adjustment.

Enclosed is the original Schedule 3 followed by the proposed, revised Schedule 3.

I respectfully request that this application be processed as expedient as possible to assure that the requested adjustment be implemented with the March 2011 Orwell GCR filing.

Please feel free to contact me with any questions.

Sincerely,

Dawn N. Opara

Dawn N. Opara
Orwell Natural Gas
Accountant

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