

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF KENTUCKY FRONTIER) CASE NO. 2010-00521
GAS, LLC DBA MIKE LITTLE GAS)
COMPANY, INC.)

ORDER

On October 22, 2003, in Case No. 2003-00141,¹ the Commission approved rates for Mike Little Gas Company, Inc. ("Mike Little"), and provided for their further adjustment in accordance with Mike Little's Gas Cost Adjustment ("GCA") clause.

On December 29, 2010, Mike Little filed its proposed GCA to be effective February 1, 2011.

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

1. Mike Little's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.

2. Mike Little's notice sets out an Expected Gas Cost ("EGC") of \$6.3795 per Mcf, which is a decrease of \$.1991 per Mcf from the previous EGC of \$6.5786 per Mcf.

3. Mike Little's notice sets out no current quarter Refund Adjustment ("RA"). Mike Little had no RAs from previous quarters.

¹ Case No. 2003-00141, Application of Mike Little Gas Company, Inc. for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC Oct. 22, 2003).

4. Mike Little's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0539) per Mcf. Mike Little provided Staff with revised monthly sales volumes for August, September, and October 2010 to correct its AA calculation. The resulting current quarter AA is (\$.1179) per Mcf. Mike Little's total AA of \$1.7118 per Mcf is a decrease of \$.1053 per Mcf from the previous total AA of \$1.8171 per Mcf.

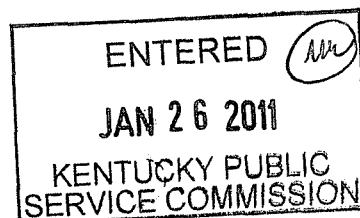
5. Mike Little's GCA rate is \$8.0913 per Mcf, which is a decrease of \$.3044 per Mcf from the previous rate of \$8.3957 per Mcf.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Mike Little on and after February 1, 2011.

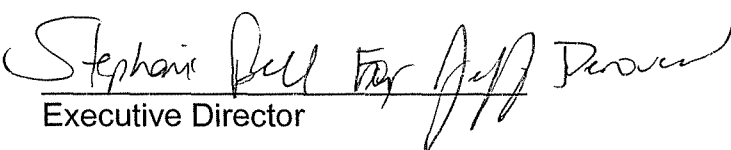
IT IS THEREFORE ORDERED that:

1. Mike Little's proposed rates are denied.
2. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after February 1, 2011.
3. Within 20 days of the date of this Order, Mike Little shall file its revised tariff sheets with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00521 DATED JAN 26 2011

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

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1 Mcf – Minimum Bill	\$5.50	\$ 8.0913	\$13.5913
Over 1 Mcf	\$4.3271	\$ 8.0913	\$12.4184

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