

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF KENTUCKY FRONTIER) CASE NO. 2012-00442
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 further adjustment in accordance with Mike Little's Gas Cost Adjustment ("GCA") clause. On November 25, 2008, Kentucky Frontier Gas, LLC acquired control of Mike Little, pursuant to the Commission's approval of the transfer, and adopted Mike Little's tariffs.²

On September 28, 2012, Mike Little filed its proposed GCA to be effective November 1, 2012.

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.

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).

² Case No. 2008-00394, Application of Kentucky Frontier Gas, LLC for Approval of Financing and Transfer of Control (Ky. PSC Nov. 25, 2008).

2. Mike Little's notice sets out an Expected Gas Cost ("EGC") of \$4.8282 per Mcf, which is an increase of \$1.2556 per Mcf from the previous EGC of \$3.5726 per Mcf.

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

4. Mike Little's notice sets out a current quarter Actual Adjustment ("AA") of \$.0132 per Mcf. Mike Little's total AA of (\$.5256) per Mcf is a decrease of \$.0331 per Mcf from the previous total AA of (\$.4925) per Mcf.

5. Mike Little's GCA rate is \$4.3026 per Mcf, which is an increase of \$1.2225 per Mcf from the previous rate of \$3.0801 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 November 1, 2012.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after November 1, 2012.

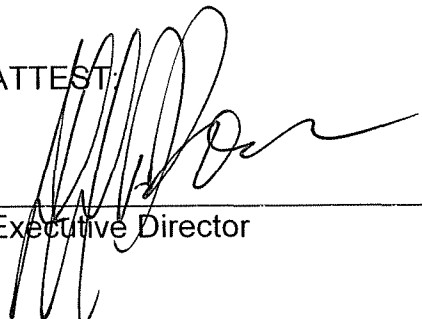
2. Within 20 days of the date of this Order, Mike Little shall file its revised tariffs with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

Commissioner Breathitt is abstaining from this proceeding.

ENTERED *A*
OCT 17 2012
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Case No. 2012-00442

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00442 DATED OCT 17 2012

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	\$ 4.3026	\$ 9.8026
Over 1 Mcf	\$4.3271	\$ 4.3026	\$ 8.6297

Dennis Horner
Kentucky Frontier Gas
4891 Independence Street, Suite 200
Wheat Ridge, COLORADO 80033