

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	CASE NO.
FILING OF MARTIN GAS, INC.)	2016-00188

ORDER

On September 30, 1991, in Case No. 1990-00402, the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin").¹ In November 2004, Martin proposed and the Commission approved changes to its tariff that included, among other items, changes to its Gas Cost Adjustment clause. Those changes updated the methodology of calculating the components of the Gas Cost Recovery ("GCR") rate.

On May 31, 2016, Martin filed its GCR rate application with rates to be effective July 1, 2016.

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

1. Martin's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Martin's notice sets out an Expected Gas Cost ("EGC") of \$4.8531 per Mcf, which is a decrease of \$.3676 per Mcf from its prior EGC of \$5.2207 per Mcf.
3. Martin's notice sets out no Refund Adjustment ("RA") for the current quarter and no total RA, which is no change from the prior total RA.

¹ Case No. 1990-00402, *In the Matter of Application of Martin Gas, Inc. for Authority to Adjust Rates and to Extend Current Surcharge* (Ky. PSC Sept. 30, 1991).

4. Martin's notice sets out a current quarter Actual Adjustment ("AA") of (\$.1054) per Mcf. Martin's total AA is (\$.2364) per Mcf, which is an increase of \$.0110 per Mcf from its previous total AA of (\$.2474) per Mcf.

5. Martin's notice sets out no Balance Adjustment.

6. Martin's GCR rate is \$4.6167 per Mcf, which is a decrease of \$.3566 per Mcf from its previous GCR rate of \$4.9733 per Mcf.

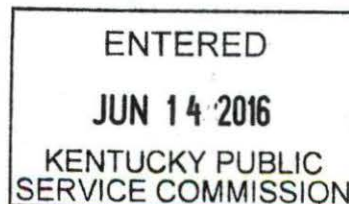
7. The rates as proposed by Martin and set forth in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Martin on and after July 1, 2016.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Martin and set forth in the Appendix to this Order are approved for service rendered on and after July 1, 2016.

2. Within 20 days of the date of this Order, Martin shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:


Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00188 DATED JUN 14 2016

The following rates and charges are prescribed for the customers in the area served by Martin Gas, 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.

RETAIL RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First Mcf	\$4.3976	\$4.6167	\$9.0143
Over 1 Mcf	\$4.2808	\$4.6167	\$8.8975
Minimum Bill	\$9.0143		

*Martin Gas, Inc.
P. O. Box 783
Hindman, KY 41822

*Kevin Jacobs
Martin Gas, Inc.
P. O. Box 783
Hindman, KY 41822