

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of:

A PURCHASED GAS ADJUSTMENT)
FILING OF OHIO RIVER GAS) CASE NO. 6671-U
COMPANY, INC.)

O R D E R

On January 18, 1977, the Commission entered its Final Order in Case No. 6671, in which it prescribed new base rates and a Purchased Gas Adjustment Clause setting forth the wholesale rates upon which future purchased gas adjustment should be based when the wholesale cost of gas is increased, decreased or refunds are received.

On October 13, 1980, the Applicant, the Ohio River Gas Company, Inc., notified the Commission that as a result of the Federal Energy Regulatory Commission (FERC) Order issued October 11, 1979 regarding Texas Gas Transmission Corporation's (Texas Gas) rate case in F.E.R.C. Docket No. RP78-94, the Company received a refund from its supplier, Ohio River Pipeline Corporation (Ohio River Pipeline). The refund reflects the difference between amounts paid by the Company and the amounts that would have been paid by reflecting the actual Louisiana property tax paid by Texas Gas for the year 1979 for gas purchased from April 1, 1979, through January 31, 1980. The total amount of this refund is \$272.

In addition to the aforementioned refunds, the Applicant also proposes to pass along the under refund balance reported to the Commission in connection with Case No. 6671-S. The balance of this refund is \$123.

The notice set out certain adjustments which the Applicant proposed to place in effect with gas supplied on and after November 1, 1980, said adjustment being designed to pass on to its customers a reduction in the amount of \$395 or a decrease of .8¢ per MCF and that said adjustment would be eliminated when

the full amount to be refunded has been returned to the Company's customers.

After reviewing this evidence of record and being fully advised, the Commission is of the opinion and finds:

1. That the Applicant has received a refund in the amount of \$395 from their supplier Ohio River Pipeline Corporation.
2. That a Refund Factor in the amount of .8¢ per Mcf of gas be used as a reduction in the Purchased Gas Adjustment.
3. That said refund remain in effect until such time as the full amount has been returned to their customers.

IT IS THEREFORE ORDERED that Ohio River Gas Company, Inc., apply a Refund Factor in the amount of .8¢ per Mcf of gas as a reduction in the approved Purchased Gas Adjustment beginning November 1, 1980, and remain in effect until such time as necessary so that the refund will, nearly as possible, reflect the exact amount.

This refund factor will terminate at such period of time that the refundable amount equals the refund herein reported.

IT IS FURTHER ORDERED that the information furnished the Commission by Applicant in this case constitutes full compliance with the Commission's Order in Case No. 6671, and any other information ordinarily required to be filed under the Commission's Rules is hereby waived.

Done at Frankfort, Kentucky, this 27th day of October, 1980

ENERGY REGULATORY COMMISSION



For the Commission

ATTEST:

Secretary