

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of:

A PURCHASED GAS ADJUSTMENT)
FILING OF WESTERN KENTUCKY) CASE NO. 7157-R
GAS COMPANY)

O R D E R

On December 6, 1978, the Commission entered its Final Order in Case No. 7157, approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased, decreased or refunds are received.

On April 28, 1980, the Applicant, the Western Kentucky Gas Company filed its Notice and Application with the Commission stating that it had received a refund from one of its suppliers, Texas Gas Transmission Corporation (Texas Gas).

This refund is the flow-through of refunds received by Texas Gas from Texas Eastern Transmission Corporation and United Gas Pipeline Company based on the provisions of their Settlement Agreements in various dockets and orders of the Federal Energy Regulatory Commission. Additionally, a portion of the refund is the result of the refunds received by Texas Gas being invested in short term obligations of the U. S. Government as required by Texas Gas' Settlement Agreements.

The total refundable amount in the filing is \$65,580.60. The Company proposes to refund this amount to its customers over a period of four months in accordance with the refund provisions of the Company's Purchased Gas Adjustment Clause beginning on June 1, 1980, said adjustment being designed to pass on to its customers a reduction in the amount of \$.0083 per thousand cubic feet of gas and that said adjustment 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 \$65,580.61 from their supplier, Texas Gas.

2. That a Refund Factor in the amount of \$.0083 per thousand cubic feet 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 Western Kentucky Gas Company, apply a Refund Factor in the amount of \$.0083 per thousand cubic feet of gas as a reduction in the approved Purchased Gas Adjustment beginning June 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. 7157 and any other information ordinarily required to be filed under the Commission's Rules is hereby waived.

Done at Frankfort, Kentucky, this 16th day of May, 1980.

ENERGY REGULATORY COMMISSION



For the Commission

ATTEST:

Secretary