

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF LOUISVILLE GAS) CASE NO. 7301-E
AND ELECTRIC COMPANY)

O R D E R

On June 1, 1979, the Commission issued its Opinion and Order in Case No. 7301 approving certain adjustments in the rates of Louisville Gas and Electric Company, the Applicant herein, 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 March 6, 1980, the Applicant filed its notice and application with the Commission stating that on March 3, 1980, it had received a refund of \$144,449.41 from its supplier Texas Gas Transmission Corporation (Texas Gas) reflecting the difference between amounts paid by the Company and the amounts which would have been paid after reflecting the actual Louisiana Property Tax liability paid by Texas Gas for the year 1979.

The Applicant also received a refund on February 18, 1980, from Tennessee Gas Pipeline Company (Tennessee) of \$8,385.50 resulting from disbursement of certain escrow accounts pursuant to the Federal Energy Regulatory Commission's Order in Docket No. G-14562.

The Applicant has calculated that \$150,393.52 of the refunds are applicable to the Company's Gas Department after reduction of the Texas Gas refund by \$2,441.39 for that portion applicable to gas purchased for the Electric Department. The Applicant has calculated a reduction of .025¢ per 100 cubic feet to be effective April 1, 1980.

After the review of the notice and application filed in this case and being advised the Commission is of the opinion and finds:

1. That the Applicant has on hand \$152,834.91 to be refunded and that \$150,393.52 of the refunds are applicable to the Company's Gas Department.

2. That the Applicant should refund said monies to their customers effective April 1, 1980, and continuing for twelve (12) months at a refund factor of .025¢ per 100 cubic feet.

3. That the Purchased Gas Adjustment of the Applicant shall be adjusted to the following effective April 1, 1980.

PGA corresponding to Base Supplier Rate	5.880¢
Refund Factor effective August 1, 1979, and continuing for twelve months or until Company has discharged its refund obligation from Case No. 7301-A	(.062)
Refund Factor effective October 1, 1979, and continuing for twelve months or until Company has discharged its refund obligation from Case No. 7301-B	(.030)
Refund Factor effective April 1, 1980, and continuing for twelve months or until Company has discharged its refund obligation from Case No. 7301-E	(.025)
Total per 100 cubic feet	5.763¢

IT IS THEREFORE ORDERED that the Purchased Gas Adjustment of Applicant set forth in Finding (3) above be and the same is hereby approved to be effective for service rendered on and after April 1, 1980, and that within thirty (30) days of the date of this Order, Applicant shall file with this Commission its revised tariff sheet setting out the Purchased Gas Adjustment approved herein.

IT IS FURTHER ORDERED that for the purpose of the future application of the Purchased Gas Adjustment Clause of Applicant the base rate for purchased gas shall be:

	<u>Monthly Demand Charge</u>	<u>Commodity Charge</u>
Texas Gas Rate G-4	\$2.56	202.13¢

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. 7301 and any other information ordinarily required by the Commission's Rules is hereby waived.

Done at Frankfort, Kentucky, this 21st day of March, 1980.

ENERGY REGULATORY COMMISSION



For the Commission

ATTEST:

Secretary