

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-F
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 May 7, 1980, the Applicant filed its notice and application with the Commission stating that on April 21, 1980, it had received a refund of \$141,401.43 from its supplier Texas Gas Transmission Corporation (Texas Gas). This refund represents Louisville Gas and Electric Company's portion of refunds received by Texas Gas from Texas Eastern Transmission Corporation and from United Gas Pipeline Company, respectively. The refund is based on provisions of settlement agreements in various dockets and orders of the Federal Energy Regulatory Commission and covers a period extending from April 1, 1956, through July 13, 1972.

The Applicant has calculated that \$128,939.70 of the refund is applicable to the Company's Gas Department after reduction of \$12,461.73 for that portion applicable to gas purchased for the Electric Department. The Applicant has calculated a reduction of .021¢ per 100 cubic feet to be effective June 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 \$141,401.43 to be refunded and that \$128,939.70 of the refund is applicable to the Company's Gas Department.

2. That the Applicant should refund said monies to their customers effective June 1, 1980, and continuing for twelve (12) months at a refund factor of .021¢ per 100 cubic feet.

3. That the Purchased Gas Adjustment of the Applicant shall be adjusted to the following effective June 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)
Refund Factor effective June 1, 1980, and continuing for twelve months or until Company has discharged its refund obligation from Case No. 7301-F	<u>(.021)</u>
Total per 100 cubic feet	5.742¢

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 June 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 30th day of May, 1980.

ENERGY REGULATORY COMMISSION



For the Commission

ATTEST:

Secretary