COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF JOHNSON COUNTY)
GAS COMPANY, INC., TO INCREASE) CASE NO. 7059-Z
ITS RETAIL GAS RATES)

ORDER

On November 17, 1978, the Commission issued its Final Order in Case No. 7059, prescribing certain rates and authorizing a Purchased Gas Adjustment Clause.

On March 20, 1981, the Applicant, Johnson County Gas Company, Inc., notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., (Columbia), effective April 1, 1981, and submitted with its notice certain information in compliance with this Commission's Order of November 17, 1978. The notice set out certain revisions in rates which the Applicant proposed to place in effect with gas supplied on and after April 1, 1981, said rates being designed to increase the cost of natural gas of its supplier in the amount of \$4,425.03.

The Commission after consideration of the information filed by the Applicant in this matter and being fully advised is of the opinion and finds:

(1) That the Applicant's supplier has filed increased rates and said rates will become effective on and after April 1, 1981.

- (2) That the Applicant's notice of March 20, 1981, failed to provide the twenty (20) day notice as required by Statute and, therefore, the rates should become effective for service rendered on and after April 9, 1981.
- (3) That the Applicant's adjustment in rates under the Purchased Gas Adjustment Clause approved by the Commission in its Order in Case No. 7059 dated November 17, 1978, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after April 9, 1981.

IT IS THEREFORE ORDERED that said Purchased Gas Adjustment sought by the Applicant and adjusted as aforesaid mentioned be and the same is hereby approved, as set out in Appendix "A" attached hereto and made a part hereof, to be effective, with gas supplied on and after April 9, 1981.

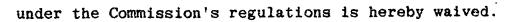
IT IS FURTHER ORDERED that for the purpose of the future Application of the Purchased Gas Adjustment Clause of Applicant the Base Rate for purchased gas shall be:

Commodity

Columbia Gas of Kentucky, Inc. Kentucky-West Virginia Gas Company \$3.411 per Mcf 1.2685/dth

IT IS FURTHER ORDERED that within thirty (30) days after the date of this Order, Applicant shall file with this Commission its revised tariff sheets setting out the rates approved herein.

IT IS FURTHER ORDERED that the information furnished this Commission by Applicant on March 20, 1981, constitutes full compliance with the Commission's requirements and Order in Case No. 7059, and any further information ordinarily required to be filed



Done at Frankfort, Kentucky, this 13th day of April, 1981.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Secretary

APPENDIX "A"

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 7059-Z DATED APRIL 13, 1981

The following rates are prescribed for the customers in the area served by Johnson County Gas Company, 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 date of this Order.

RATES: Monthly

In the area served by natural gas from Columbia Gas of Kentucky, Inc.

First 2 MCF

\$5.305 per MCF

All Over 2 MCF

\$4.445 per MCF

The minimum monthly bill shall be \$7.00 per month when the usage is less than 2 MCF.