COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

MOTION TO ADJUST RATES IN ACCORDANCE WITH PURCHASED GAS ADJUSTMENT CLAUSE OF AUXIER ROAD GAS COMPANY, INC.

CASE NO. 7521-F

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ORDER

On February 28, 1980, the Commission issued its Final Order in Case No. 7521 approving certain rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On March 17, 1981, the Applicant, Auxier Road Gas Company, Inc., notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., on April 1, 1981, and submitted with its notice certain information in compliance with this Commission's Order of February 28, 1980. The notice set out certain revisions in rates which the Applicant proposed to place in effect, said rates being designed to increase the cost of natural gas of its supplier.

The amount of the increased cost of gas to the Applicant will be \$5,250.80 on an annual basis.

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

(1) That the Applicant's supplier has filed increasedrates and said rates will become effective on and after April1, 1981.

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(2) That the Application filed on March 17, 1981, does not provide the Commission with the twenty day statutory notice, therefore, the rates requested herein should become effective on April 6, 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. 7521, dated February 28, 1980, is fair, just and reasonable and in the public interest and should be allowed to be effective with gas supplied on and after April 6, 1981.

IT IS THEREFORE ORDERED that the Purchased Gas Adjustment sought by the Applicant be and the same is hereby approved to be effective with gas supplied on and after April 6, 1981, as set out in Appendix "A" attached hereto and made a part hereof.

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 shall be:

Commodity

Columbia Gas of Kentucky, Inc. \$ 3.411 per MCF

IT IS FURTHER ORDERED that the information furnished this Commission by the Applicant on March 17, 1981, constitutes full compliance with this Commission's Order in Case No. 7521, and any other information ordinarily required to be filed under the Commission's Rules is hereby waived.

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.

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



PUBLIC SERVICE COMMISSION

Marlin M. John By the Commission

ATTEST:

Secretary

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APPENDIX "A"

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 7521-F DATED APRIL 13, 1981.

The following rates are prescribed for the customers in the area served by Auxier Road Gas Company, Inc. All other rates and charges not specifically metioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

First 1	Mcf per Month	\$5.329
All Over 1	Mcf per Month	4.515
Minimum Bill	\$5.00	