

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

\* \* \* \* \*

In the Matter of:

THE NOTICE OF PURCHASED GAS            )  
ADJUSTMENT FILING OF MT. OLIVET        )    CASE NO. 7800-C  
NATURAL GAS COMPANY, INC.                )

O R D E R

On October 13, 1980, the Commission issued its Order in Case 7800 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 or decreased.

On July 20, 1981, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission") effective August 1, 1981, and submitted with its notice certain information in compliance with this Commission's Order of October 13, 1980. The notice set out certain revisions in rates which the Applicant proposed to place in effect, said rates being designed to decrease the cost of natural gas of its supplier in the amount of \$260.

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

(1) The Applicant's supplier, Transmission, has filed with the Federal Energy Regulatory Commission for decreased rates to become effective August 1, 1981.

(2) This decrease reflects Transmission's rates as filed with FERC on July 1, 1981, and to be effective August 1, 1981.

(3) The Applicant's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 7800 dated October 13, 1980, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after the date the decreased cost of wholesale gas becomes effective.

IT IS THEREFORE ORDERED that said purchased gas adjustment sought by the Applicant and adjusted as aforesaid be and the same is hereby approved to be effective with gas supplied on and after the date the decreased cost of wholesale gas becomes effective, 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 the Applicant the base rate for purchased gas shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$ 2.8808
Columbia LNG Corporation	-	\$ 5.0643*

\*Includes Transportation Charge of \$0.2743

IT IS FURTHER ORDERED that the information furnished this Commission by Applicant on July 20, 1981, constitutes full compliance with the Commission's Order in Case No. 7800 and any other information ordinarily required to be filed under the Commission's regulations is hereby waived.

IT IS FURTHER ORDERED that within 30 days after the date the decreased cost of wholesale gas becomes effective, Applicant shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 5th day of August 1981.

PUBLIC SERVICE COMMISSION

  
For the Commission

ATTEST:

\_\_\_\_\_  
Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE  
COMMISSION IN CASE NO. 7800-C DATED AUGUST 5,  
1981.

The following rates are prescribed for the customers in the area served by Mt. Olivet Natural 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

First	1,000 cu. ft. or less	6.03 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	4.29
Next	5,000 cu. ft. per 1,000 cu. ft.	4.09
Next	10,000 cu. ft. per 1,000 cu. ft.	3.94
Over	20,000 cu. ft. per 1,000 cu. ft.	3.74