

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of:

MOTION TO ADJUST RATES IN)
ACCORDANCE WITH PURCHASED)
GAS ADJUSTMENT CLAUSE OF) CASE NO. 4378-II
ELZIE NEELEY GAS COMPANY, INC.)

O R D E R

On March 25, 1965, the Commission issued its Order in Case No. 4378 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 October 11, 1982, Elzie Neeley Gas Company, Inc., ("Elzie Neeley") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective October 1, 1982, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the notice filed in this case and being advised, the Commission is of the opinion and finds that:

(1) Elzie Neeley's notice of October 11, 1982, set out certain revisions in rates which Elzie Neeley proposed to place into effect, said rates being designed to pass on the wholesale increase in cost from its supplier in the amount of \$817 or 5.1 cents per Mcf.

(2) Elzie Neeley's notice of October 11, 1982, does not provide the Commission with the 20 day notice as required by statute, therefore, the proposed rates should become effective on and after October 31, 1982, subject to refund.

(3) Elzie Neeley's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 4378 dated March 25, 1965, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after October 31, 1982, subject to refund.

IT IS THEREFORE ORDERED that the rates contained in Appendix A be and they are approved, effective for gas supplied on and after October 31, 1982, subject to refund.

IT IS FURTHER ORDERED that for the purpose of the future application of the purchased gas adjustment clause of Elzie Neeley the base rate for purchased gas shall be:

	<u>Commodity</u>
Columbia Gas of Kentucky, Inc.	\$5.571

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

Done at Frankfort, Kentucky, this 29th day of October, 1982.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 4378-II DATED
OCTOBER 29, 1982

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

RATES: Monthly

First 3,000 Cubic Feet

\$19.08 Minimum Bill

All Over 3,000 Cubic Feet

6.36 Per Mcf