

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

MOTION TO ADJUST RATES IN)
ACCORDANCE WITH PURCHASED) CASE NO. 5743-W
GAS ADJUSTMENT CLAUSE OF)
PHELPS GAS COMPANY, INC.)

O R D E R

On December 20, 1972, the Commission issued its Order in Case No. 5743 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 October 11, 1982, Phelps Gas Company, Inc., ("Phelps") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") 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) Phelps' notice of October 11, 1982, set out certain revisions in rates which Phelps proposed to place into effect, said rates being designed to pass on the wholesale increase in cost from its supplier in the amount of \$1,662 or 5.1 cents per Mcf effective on and after October 1, 1982.

(2) Phelps' 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) Phelps' adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 5743 dated December 20, 1972, 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 hereby 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 Phelps, the base rate for purchased gas shall be:

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

IT IS FURTHER ORDERED that within 30 days after the date of this Order, Phelps 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. 5743-W DATED
OCTOBER 29, 1982

The following rates are prescribed for the customers in the area served by Phelps 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:

First 1 Mcf
Next 49 Mcf
Over 50 Mcf

\$8.70 Minimum Bill
6.45 per Mcf
6.30 per Mcf