

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of

A PURCHASED GAS ADJUSTMENT)
FILING BY OHIO RIVER GAS) CASE NO. 8041-I
COMPANY, INC.)

O R D E R

On May 12, 1981, the Commission entered its Order in Case No. 8041, in which it prescribed new base rates and a purchased gas adjustment clause setting forth the wholesale rates upon which future purchased gas adjustments should be used when the wholesale cost of gas is increased, decreased or refunds are received.

On February 24, 1982, Ohio River Gas Company, Inc. ("Ohio River") notified the Commission that its supplier, Texas Gas Transmission Corporation ("Texas"), had filed with the Federal Energy Regulatory Commission ("FERC") decreased rates to become effective February 1, 1982.

The rate adjustment proposed herein is based primarily upon Texas' filing with the FERC to reflect downward modifications in the rates of two of Texas' pipeline suppliers. FERC's Order issued January 29, 1982, accepted Texas' February 1, 1982, rates subject to the condition they reflect any downward modifications to Texas' supplier rates.

The estimated annual decrease in revenue as a result of the Ohio River's filing of February 24, 1982, is \$1,551 or 1.9¢ per Mcf.

Ohio River, in compliance with its tariff and previous Orders of this Commission, submitted with its notice certain information including verification of the rates and charges of its supplier.

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

(1) Ohio River's supplier, Texas Gas, has filed for decreased rates to be effective February 1, 1982.

(2) The application filed February 24, 1982, reflected Texas Gas' rates as filed with the FERC on February 5, 1982, to be effective February 1, 1982.

(3) Ohio River shall report to the Commission any excess revenues collected during the period of February 1, 1982, through February 28, 1982, along with a plan to refund any excess collections to its customers.

(4) The estimated annual decrease in revenue as a result of Ohio River's filing of February 24, 1982, is \$1,551 or 1.9¢ per Mcf.

(5) Ohio River's base supplier rate for purchased gas will be as follows:

Texas Gas Transmission Corporation	<u>Monthly Demand Charge</u>	<u>Commodity Charge</u>
Rate G-4	\$3.15	312.02¢

(6) Ohio River's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8041, dated May 12, 1981, is fair, just, reasonable, in the public interest and should be effective with gas supplied on and after the date of the decreased cost of wholesale gas becomes effective.

IT IS THEREFORE ORDERED that the purchased gas adjustment sought by Ohio River as set out in Appendix A attached hereto and made a part hereof, be and is hereby approved to be effective with gas supplied on and after March 1, 1982.

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

Texas Gas Transmission Corporation	<u>Demand</u>	<u>Commodity</u>
Rate G-4	\$3.15	312.02¢

IT IS FURTHER ORDERED that Ohio River shall report to this Commission any excess revenues collected during the period February 1, 1982, through February 28, 1982, along with a plan to refund any excess collections.

IT IS FURTHER ORDERED that within 30 days after the date of this Order, Ohio River 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 Ohio River on February 24, 1982, constitutes full compliance with the Commission's requirements and Order in Case No. 8041, and any other information ordinarily required to be filed under the Commission's regulations is hereby waived.

Done at Frankfort, Kentucky, this 9th day of March 1982.

PUBLIC SERVICE COMMISSION

Martin M. Voth
Chairman

~~_____
Vice Chairman~~

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Commissioner~~

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8041-I DATED MARCH 9,
1982.

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

Applicable to All Rate Schedules

Purchased Gas Adjustment

To each bill rendered under all rate schedules there shall be added an amount equal to: 7.73¢ per Ccf of gas used during the billing period.