

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of:

THE APPLICATION OF JOHNSON COUNTY)
GAS COMPANY, INC., TO INCREASE) CASE NO. 8235-C
ITS RETAIL GAS RATES)

O R D E R

On October 29, 1981, the Commission issued its Order in Case No. 8235, prescribing certain rates and authorizing a purchased gas adjustment clause.

On January 26, 1982, Johnson County Gas Company, Inc., ("Johnson") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective January 1, 1982, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

The notice set out certain revisions in rates which Johnson proposed to place in effect with gas supplied on and after January 1, 1982, said rates being designed to pass on the increased cost of natural gas from its supplier.

The amount of the increased cost of gas to Johnson will be \$11,390 on an annual basis.

The Commission, after consideration of the information filed by Johnson in this matter and being fully advised, is of the opinion and finds that:

(1) Johnson's supplier has filed increased rates, and said rates will become effective on and after January 1, 1982.

(2) Johnson's notice of January 26, 1982, did not provide the Commission with the 20-day notice as required by KRS 278.180.

Columbia did not notify Johnson until January 8, 1982, therefore, the Commission is of the opinion that Johnson should not be penalized for this delay. The revised rates filed by Johnson should be made effective on and after January 1, 1982.

(3) Johnson's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 8235 dated October 29, 1981, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after January 1, 1982.

IT IS THEREFORE ORDERED that said purchased gas adjustment sought by Johnson and adjusted as previously mentioned be and the same is hereby approved, as in Appendix A, attached hereto and made a part hereof, to be effective with gas supplied on and after January 1, 1982.

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

	<u>Commodity</u>
Columbia Gas of Kentucky, Inc.	\$4.628 per Mcf
Kentucky-West Virginia Gas Company	1.7387

IT IS FURTHER ORDERED that within 30 days after the date of this Order, Johnson 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 Johnson on January 26, 1982, constitutes full compliance with the Commission's requirements and Order in Case No. 8235, and any further information ordinarily required to be filed under the Commission's Regulations is hereby waived.

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

PUBLIC SERVICE COMMISSION


By the Commission

ATTEST:

Secretary

