COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MOTION TO ADJUST RATES IN

ACCORDANCE WITH THE PURCHASED

GAS ADJUSTMENT CLAUSE OF

JOHNSON COUNTY GAS COMPANY

CASE NO. 8235-M

)

ORDER

On October 29, 1981, the Commission issued its Order in Case No. 8235 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 December 20, 1982, Johnson County Gas Company ("Johnson") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Kentucky West Virginia Gas Company ("Kentucky West"), effective November 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 evidence of record and being advised, the Commission is of the opinion and finds that:

1. Johnson's notice of December 20, 1982, set out certain revisions in rates which Johnson proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$2,123 or \$0.0278 per Mcf.

- 2. Due to the retroactive nature of Kentucky West's decrease, Johnson should report to the Commission any excess revenues collected during the period from November 1, 1982, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.
- 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 November 1, 1982.

IT IS THEREFORE ORDERED that the rates in Appendix A be and they hereby are approved, effective for gas supplied on and after November 1, 1982.

IT IS FURTHER ORDERED that Johnson shall report to the Commission any excess revenues collected during the period from November 1, 1982, to the date the proposed rates are implemented, along with a plan to refund any excess collections.

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

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

Chairman

Katherine Bandale

Vice Chairman

PUBLIC SERVICE COMMISSION

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8235-M DATED DECEMBER 29, 1982

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

Customer Charge

per Mcf \$3.00

All Mcf

8.7666 per Mcf

Minimum charge is the customer charge.

For the purpose of the future application of the purchased gas adjustment clause of Johnson County Gas Company, the base rate for purchased gas shall be:

Columbia Gas of Kentucky, Inc. \$5.553 per Mcf

Kentucky West Virginia Gas Company

4.2187 per Mcf