COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MOTION TO ADJUST RATES IN

ACCORDANCE WITH PURCHASED

GAS ADJUSTMENT CLAUSE OF

ELZIE NEELEY GAS COMPANY. INC.

CASE NO. 8546-B

ORDER

On November 23, 1982, the Commission issued its Order in Case No. 8546 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 13, 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 January 1, 1983, 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 December 13, 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 \$3,764 or 23.5 cents per Mcf.

- (2) Elzie Neeley's notice of December 13, 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 January 2, 1983, 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. 8546 dated November 23, 1982, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after January 2, 1983, subject to refund.

IT IS THEREFORE ORDERED that the rates in Appendix A be and they hereby are approved, effective for gas supplied on and after January 2, 1983, 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:

Commodity

Columbia Gas of Kentucky, Inc. \$5.788

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 December, 1982.

PUBLIC SERVICE COMMISSION Chairman

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8546-B DATED December 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 1 Mcf Over 1 Mcf \$8.43 Minimum Bill

7.44 Per Mcf