COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of:

THE NOTICE OF A PURCHASED)
GAS ADJUSTMENT FILING OF) CASE NO. 6902-M
VALLEY GAS, INC.)

SECOND AMENDED ORDER

On February 12, 1978, the Commission issued its Order in Case No. 6902, approving a purchased gas adjustment clause permitting 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 October 19, 1982, Valley Gas, Inc., ("Valley") filed Case No. 6902-M to reflect a general increase in the cost of gas from its supplier, Texas Gas Transmission Corporation ("Texas Gas"), effective November 1, 1982. This Commission approved the purchased gas adjustment by Order issued November 8, 1982.

On November 29, 1982, Valley filed an amendment to Case No. 6902-M wherein it notified the Commission that on November 16, 1982, Texas Gas filed revised tariff sheets reflecting a decrease in rates. The Commission approved the purchased gas adjustment decrease by Order issued December 14, 1982.

On December 15, 1982, Valley filed Second Amended Case No. 6902-M wherein it proposed to add to its rates an adjustment for line loss in the amount of 2.733 percent.

After reviewing the notice filed in this case and being advised, the Commission is of the opinion and finds that:

- 1. Valley's notice of December 15, 1982, set out certain revisions in rates which Valley proposed to place into effect, said rates being designed to include an adjustment for line loss in the amount of \$674 or \$0.0106 per Mcf.
- 2. Valley's adjustment for line loss is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after the date of this Order.

IT IS THEREFORE ORDERED that the purchased gas adjustment in Appendix A be and it hereby is approved, effective for gas supplied on and after the date of this Order.

IT IS FURTHER ORDERED that within 30 days after the date of this Order Valley shall file with this Commission its revised tariff sheets setting out the rates authorized herein

983.

Larill	sneets	secring (out the	e races	autho	rized	nere:	Ln.		
	Done at	Frankfor	t, Ke	ntucky,	this	13th	day o	of	January,	19
					5		VICE	CON	MISSION Cull	
					Ka	man Hec Chair	ill man	4	andal	L
ATTEST:				LintCarrega						
					Commi	ssion	er /			
Secret	ary									

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 6902-M SECOND AMENDED DATED January 13, 1983

The following rates and charges are prescribed for the customers in the area served by Valley Gas, 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: Monthly

APPLICABLE TO:

GAS RATE SCHEDULE 1

PURCHASED GAS ADJUSTMENT:

To each bill rendered under the above-named rate schedule there shall be added an amount equal to 3.980¢ per 100 cubic feet of gas used during the billing period.