

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MT.)
OLIVET NATURAL GAS) CASE NO. 7800-Q
COMPANY, INC.)

O R D E R

On October 13, 1980, the Commission issued its Order in Case No. 7800 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 March 25, 1983, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective March 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 record filed in this case and being advised, the Commission is of the opinion and finds that:

(1) Mt. Olivet's notice of March 25, 1983, set out certain revisions in rates which Mt. Olivet proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$366 or .8 cents per Mcf.

(2) Transmission has filed an application for decreased rates to become effective March 1, 1983, with the Federal Energy Regulatory Commission.

(3) Due to the retroactive nature of Transmission's decrease, Mt. Olivet should report to the Commission any excess revenues collected during the period from March 1, 1983, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(4) Mt. Olivet's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 7800 dated October 13, 1980, is fair, just and reasonable, and in the public interest and should be effective with gas supplied on and after March 1, 1983.

IT IS THEREFORE ORDERED that the rates in Appendix A be and they hereby are authorized effective with gas supplied on and after March 1, 1983.

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

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.882 per Dth
Columbia LNG Corporation	-	6.0801* per Dth

*Including Transportation Charge of .4701

IT IS FURTHER ORDERED that Mt. Olivet shall report to the Commission any excess revenues collected during the period from March 1, 1983, 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 of the date of this Order Mt. Olivet shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 14th day of April, 1983.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 7800-Q DATED APRIL 14,
1983.

The following rates and charges are prescribed for the customers in the area served by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

First	1,000 cu. ft. or less	\$8.10 (Minimum Bill)
Next	4,000 cu. ft., per 1,000 cu. ft.	6.3631
Next	5,000 cu. ft., per 1,000 cu. ft.	6.1631
Next	10,000 cu. ft., per 1,000 cu. ft.	6.0131
Over	20,000 cu. ft., per 1,000 cu. ft.	5.8131