COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PUBLIC GAS COMPANY FOR A PURCHASED GAS ADJUSTMENT AND A SURCHARGE

CASE NO. 8186-C

ORDER

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On December 27, 1982, Public Gas Company ("Public") filed its application with the Commission to increase its rates in accordance with its purchased gas adjustment clause ("PGA"). Public also requested a surcharge in the amount of \$0.25 per mcf to recover a revenue loss for the month of November, 1982.

On February 10, 1983, the Commission entered its Interim Order in Case No. 6186-D, In the Matter of the Notice of Purchased Gas Adjustment Filing of Public Gas Company, superseding the rates proposed in the above case.

The Commission, having considered the matter and being advised, is of the opinion and finds that:

(1) The proposed surcharge of \$0.25 per mcf to recover a revenue loss in November, 1982, is unfair, unjust and unreasonable and should be denied. The PGA is a tariff whereby Public is able to request price changes in its retail rates due to cost changes in its wholesale gas. It is not a tariff which is intended to assure complete revenue recovery.

(2) Public should attempt to recover any revenue lost through a general rate case pursuant to KRS 278.190 and applicable rules and regulations.

(3) This case should be dismissed inasmuch as the rates
previously approved by Order dated February 10, 1983, in Case No.
8186-D, The Notice of Purchased Gas Adjustment Filing of Public
Gas Company, supersede the rates in this case.

IT IS THEREFORE ORDERED that the surcharge proposed by Public be and it hereby is denied, and this case be and it hereby is dismissed.

Done at Frankfort, Kentucky, this 19th day of May, 1983.

PUBLIC SERVICE COMMISSION

Randall

Commissi

ATTEST:

Secretary