

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF THE UNION LIGHT) CASE NO. 8373-F
HEAT AND POWER COMPANY)

ORDER

On April 16, 1982, the Commission issued its Order in Case No. 8373, approving certain rates and providing for adjustments of these rates on a quarterly basis in accordance with the provisions of the gas cost adjustment clause set forth therein.

On May 31, 1983, the Union Light, Heat and Power Company ("Union") filed its quarterly gas cost adjustment which is to become effective June 30, 1983, and is to remain in effect until September 29, 1983.

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

(1) Union's notice of May 31, 1983, set out certain revisions in rates which Union proposed to place into effect, said rates being designed to pass on the wholesale increase in gas costs from its supplier in the amount of \$2,733,345 or 24.7 cents per Mcf.

(2) Union's notice set out refunds due its customers in the amount of \$673,891. Union proposes to refund this

amount by applying a refund factor in the amount of 6.1 cents per Mcf. This amount includes interest of 6 percent per annum in accordance with Union's gas cost adjustment clause on file with this Commission.

(3) Union's notice set out a balancing adjustment in the amount of \$670,637 to compensate for previous under recovery of gas cost by the Company through the operation of its gas cost recovery procedure. Union proposes a balancing adjustment factor of 6.1 cents per Mcf to recover this past cost.

(4) Union proposes a gas cost recovery rate for exempt customers in the amount of \$5.145 per Mcf, an increase of \$0.022 per Mcf. This increase represents the combined effect of the supplier increase, refund and balancing adjustments.

(5) Union's adjustment in rates under the gas cost adjustment provisions approved by the Commission in its Order in Case No. 8373 dated April 16, 1982, is fair, just and reasonable and in the public interest and should be effective with bills rendered on and after June 30, 1983, subject to refund. These rates should be subject to refund because Union's supplier rates are subject to refund by the Federal Energy Regulatory Commission.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective for bills rendered on and after June 30, 1983, subject to refund.

IT IS FURTHER ORDERED that the gas cost recovery rate for exempt customers shall be \$5.145 per Mcf effective for bills rendered on and after June 30, 1983, subject to refund.

IT IS FURTHER ORDERED that within 30 days of the date of this Order, Union shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky this 30th day of June, 1983.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8373-F DATED JUNE 30, 1983

The following rates and charges are prescribed for the customers served by Union Light, Heat and Power Company. 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.

RATE GS

GENERAL SERVICE

NET MONTHLY BILL

Computed in accordance with the following charges:

Customer Charge per month:

Residential Service	\$3.00
Non-Residential Service	4.00

<u>Base</u>	<u>Gas</u> <u>Cost</u>	<u>Total</u>
<u>Rate</u>	<u>Adjustment</u>	<u>Rate</u>

All gas used 10.99¢ plus 51.45¢ equals 62.44¢ per 100 cu. ft.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with "Gas Cost Adjustment" set forth on Sheet No. 19 of this tariff.

RIDER R-ACS-1

SUMMER AIR CONDITIONING SERVICE

NET MONTHLY BILL

Computed in accordance with the following charges:
First 6,000 cubic feet at the applicable standard rate,
Rate GS, General Service

All additional gas used will be billed at:

<u>Base</u> <u>Rate</u>	<u>Gas</u> <u>Cost</u> <u>Adjustment</u>	<u>Total</u> <u>Rate</u>
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All gas used 6.83¢ plus 51.45¢ equals 58.28¢ per 100 cu. ft.

Plus or minus an adjustment per Mcf determined in accordance with the "Gas Cost Adjustment" set forth on Sheet No. 19 of this tariff.

RIDER G-ACS-1

SUMMER AIR CONDITIONING SERVICE

NET MONTHLY BILL

Computed in accordance with the following charges:
First 6,000 cubic feet of gas at the applicable rate,
Rate GS, General Service.

Next 10,000 cubic feet of gas per ton of installed absorption
type Summer Air Conditioning equipment at:

<u>Base</u> <u>Rate</u>	<u>Gas</u> <u>Cost</u> <u>Adjustment</u>	<u>Total</u> <u>Rate</u>
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All gas used 6.83¢ plus 51.45¢ equals 58.28¢ per 100 cu. ft.

All additional cubic feet of gas at the standard applicable
rate.

Plus or minus an adjustment per Mcf determined in accordance with the "Gas Cost Adjustment" set forth on Sheet No. 19 of this tariff.

RATE F

Special Contract - Firm Use

NET MONTHLY BILL

Computed in accordance with the following charges:

<u>Base</u> <u>Rate</u>	<u>Gas</u> <u>Cost</u> <u>Adjustment</u>	<u>Total</u> <u>Rate</u>
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All gas used 7.97¢ plus 51.45¢ equals 59.42¢ per 100 cu. ft.

Plus or minus an adjustment per Mcf determined in accordance with the "Gas Cost Adjustment" set forth on Sheet No. 19 of this tariff.

RATE OF

OFF PEAK

NET MONTHLY BILL

Computed in accordance with the following charges:

- (1) Firm Use shall be billed in accordance with Rate GS, General Service
- (2) Off Peak Gas (i.e., Gas in excess of Firm Use) shall be billed in accordance with the following:

<u>Base</u> <u>Rate</u>	<u>Gas</u> <u>Cost</u> <u>Adjustment</u>	<u>Total</u> <u>Rate</u>
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All consumption 4.68¢ plus 51.45¢ equals 56.13¢ per 100 cu. ft.

Plus or minus an adjustment per Mcf determined in accordance with the "Gas Cost Adjustment" set forth on Sheet No. 19 of this tariff.