

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

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

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 or a refund is received.

On April 10, 1984, in Case No. 7800-Y and April 16, 1984, in Case No. 7800-Z, 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, 1984, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

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

(1) Mt. Olivet's notices of April 10, and April 16, 1984, 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 gas cost in the amount of 1.61 cents per Dth.

(2) On January 30, 1984, Transmission filed an application with the Federal Energy Regulatory Commission for rates to become effective March 1, 1984. On February 6, 1984, in Case No. 7800-W, Mt. Olivet requested permission to track Transmission's rates. By Order issued February 14, 1984, the Commission approved Mt. Olivet's filing effective March 1, 1984.

(3) On March 7, 1984, in Case No. 7800-X, Mt. Olivet notified the Commission of a proposed decrease in rates to reflect the expiration of its contract with Columbia LNG Corporation. Mt. Olivet would increase its purchases from Transmission to replace volumes formerly purchased under this contract. By Order issued March 30, 1984, the Commission approved Mt. Olivet's decrease effective April 1, 1984.

(4) Subsequent to Mt. Olivet placing rates authorized in Case Nos. 7800-W and 7800-X into effect, Transmission filed on April 4, 1984, revised tariffs to be effective March 1, 1984.

(5) 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, 1984, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(6) 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, 1984, and April 1, 1984.

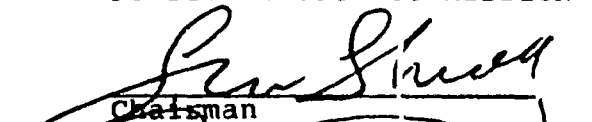
IT IS THEREFORE ORDERED that the rates in the Appendices to this Order be and they hereby are authorized effective with gas supplied on and after March 1, 1984, and April 1, 1984, respectively.

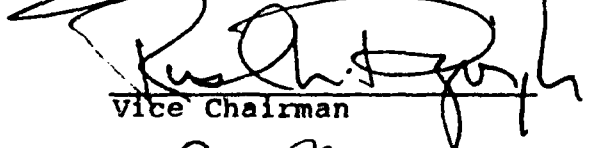
IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall report to the Commission any excess revenues collected during the period from March 1, 1984, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.


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 27th day of April, 1984.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION TO CASE NO. 7800-Y DATED
APRIL 27, 1984

The following rates and charges are prescribed for the customers 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	\$7.65 (Minimum Bill)
Next 4,000 cu. ft., per 1,000 cu. ft.	5.915
Next 5,000 cu. ft., per 1,000 cu. ft.	5.715
Next 10,000 cu. ft., per 1,000 cu. ft.	5.565
Over 20,000 cu. ft., per 1,000 cu. ft.	5.365

The above rates shall be effective with gas supplied on and after March 1, 1984, and shall supercede those approved in Case No. 7800-W.

The base rate for the future application of the purchased gas adjustment clause of Mt. Olivet Natural Gas Company, Inc., shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.4530 per Dth

APPENDIX B

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION TO CASE NO. 7800-Z DATED
APRIL 27, 1984

The following rates and charges are prescribed for the customers 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	\$7.52 (Minimum Bill)
Next 4,000 cu. ft., per 1,000 cu. ft.	5.786
Next 5,000 cu. ft., per 1,000 cu. ft.	5.586
Next 10,000 cu. ft., per 1,000 cu. ft.	5.436
Over 20,000 cu. ft., per 1,000 cu. ft.	5.236

The above rates shall be effective with gas supplied on and after April 1, 1984, and shall supercede those approved in Case No. 7800-X.

The base rate for the future application of the purchased gas adjustment clause of Mt. Olivet Natural Gas Company, Inc., shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.4530 per Dth