

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS            )  
ADJUSTMENT FILING OF EAST            )     CASE NO. 9236-B  
KENTUCKY UTILITIES, INC.            )

O R D E R

On February 4, 1985, the Commission issued an Order in Consolidated Case Nos. 8114-J, 9109, 9159, 9236 and 8114-K authorizing interim 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 December 2, 1985, East Kentucky Utilities, Inc., ("East Kentucky") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Kentucky West Virginia Gas Company ("Kentucky West"), effective September 1, 1985, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission. East Kentucky also included a tariff sheet showing rates incorporating those approved by the Commission in Case No. 9236 to be effective September 30, 1985.

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

(1) East Kentucky's notice of December 2, 1985, set out certain revisions in rates which East Kentucky proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$110,234 or 61.63 cents per Dth.

(2) Kentucky West has filed an application for decreased rates to become effective September 1, 1985, with the Federal Energy Regulatory Commission.

(3) East Kentucky should report to this Commission any excess revenues collected from September 1, 1985, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(4) The Commission approved increased rates to be effective September 30, 1985, in Case No. 9236.

(5) East Kentucky's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in the consolidated cases dated February 4, 1985, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after September 1, 1985.

IT IS THEREFORE ORDERED that the rates in Appendix A to this Order be and they hereby are authorized effective with gas supplied on and after September 1, 1985.

IT IS FURTHER ORDERED that the rates in Appendix B to this Order be and they hereby are authorized effective with gas supplied on and after September 30, 1985.

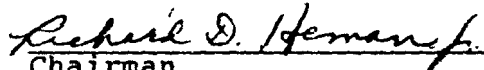
IT IS FURTHER ORDERED that within 30 days of the date of this Order East Kentucky shall report to this Commission any excess revenues collected from September 1, 1985, to the date the proposed rates are implemented, along with a plan to refund excess revenues to its customers.

IT IS FURTHER ORDERED that all other provisions of the Commission's Order issued February 4, 1985, in the consolidated cases shall remain in full force and effect.

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

Done at Frankfort, Kentucky, this 12th day of December, 1985.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

\_\_\_\_\_  
Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 9236-B DATED 12/12/85

The following rates and charges are prescribed for the customers served by East Kentucky Utilities, 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 effective date of this Order.

RATES: Monthly

First 1 Mcf	\$8.0469 per Mcf
Over 1 Mcf	5.0069 per Mcf

Minimum Bill: \$5.40 for less than 1 Mcf.

The base rate for the future application of the purchased gas adjustment clause of East Kentucky Utilities, Inc., shall be:

	<u>Commodity</u>
Kentucky West Virginia Gas Company	\$3.0595/dth*

\*Includes \$0.0125 per Dth - Gas Research Institute Funding Charge

Southeastern Gas Company	\$3.50/Mcf
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APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 9236-B DATED 12/12/85

The following rates and charges are prescribed for the customers served by East Kentucky Utilities, 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 effective date of this Order.

RATES: Monthly

First 1 Mcf	\$8.3395 per Mcf
Over 1 Mcf	5.2995 per Mcf

Minimum Bill: \$7.50 for less than 1 Mcf.

The base rate for the future application of the purchased gas adjustment clause of East Kentucky Utilities, Inc., shall be:

	<u>Commodity</u>
Kentucky West Virginia Gas Company	\$3.0595/dth*

\*Includes \$0.0125 per Dth - Gas Research Institute Funding Charge

Southeastern Gas Company	\$3.50/Mcf
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