

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MOUNTAIN UTILITIES, INC.,)
DELINQUENT PURCHASED GAS) CASE NO. 9407
ACCOUNT WITH KENTUCKY)
WEST VIRGINIA GAS COMPANY)

O R D E R

On August 22, 1985, the Commission issued a Show Cause Order to Mountain Utilities, Inc., ("Mountain") for the purpose of presenting evidence related to Mountain's delinquent purchased gas account with Kentucky West Virginia Gas Company ("Kentucky West"), and to demonstrate what actions Mountain intended to initiate to assure adequate gas supplies for its customers during the 1985-86 heating season. On August 30, 1985, Mountain presented a proposed payment schedule to Kentucky West to eliminate its delinquent gas account. On September 3, 1985, Kentucky West filed a motion which stated that Mountain's proposed payment schedule was acceptable and that future gas deliveries to Mountain would continue to the extent the payment schedule was followed. Kentucky West also recommended that the hearing scheduled for September 5, 1985, be cancelled and that this case be continued through March 1986, the month in which the last payment to Kentucky West was scheduled to be made.

The Commission issued an Order on November 15, 1985, accepting Kentucky West's motion with modification, continuing this

case generally, and ordered Mountain to file with the Commission copies of each payment made to Kentucky West until such time the delinquent account was eliminated.

On May 15, 1986, the Commission received a letter from Kentucky West attached as Appendix A which advised that Mountain had eliminated its delinquent purchased gas account, and recommended that this case be dismissed.

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

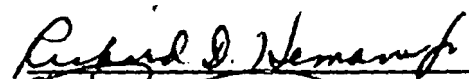
1. Mountain has generally satisfied the Commission's requirements stipulated in the Order issued November 15, 1985.
2. Mountain's delinquent purchased gas account with Kentucky West has been eliminated.

IT IS THEREFORE ORDERED that:

1. This proceeding be dismissed.
2. Prior to the 1986-87 heating season and no later than September 15, 1986, Mountain shall advise the Commission in writing of the status of its purchased gas account(s) with its gas supplier(s).

Done at Frankfort, Kentucky, this 5th day of June, 1986.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary



P. O. Box 1388
Ashland, Kentucky 41105-1388

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MAY 16 1986

DIVISION OF UTILITY
ENGINEERING & SERVICES

May 15, 1986

Mr. Ralph Dennis
Commonwealth of Kentucky
Public Service Commission
P. O. Box 615
Frankfort, KY 40602

Re: Case No. 9407, Mountain Utilities, Inc.

Dear Mr. Dennis:

This is to advise the Public Service Commission that Mountain Utilities, Inc., has fully satisfied its delinquent purchased gas account with Kentucky West Virginia Gas Company in the amount of \$77,912.00, which said delinquency was the subject matter of the above-referenced case.

In light of Mountain Utilities' payment of this amount, Kentucky West Virginia Gas Company would recommend that the Commission terminate the above-referenced docket.

Sincerely,

A handwritten signature in cursive script, appearing to read "W. Morris Kennedy".

W. Morris Kennedy
General Counsel

WKK/ee

cc: Mr. David D. Allen
Hon. Pamela Johnson