COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED)		
GAS ADJUSTMENT FILING OF	>	CASE NO.	8568-II
PENDLETON COUNTY WATER)		
DISTRICT, GAS DIVISION)		

ORDER

On December 8, 1982, the Commission issued its Order in Case No. 8568 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 March 5, 1987, Pendleton County Water District, Gas Division, ("Pendleton") notified the Commission that it will receive a decrease in rates from its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective April 1, 1987, 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) Pendleton's notice of March 5, 1987, set out certain revisions in rates which Pendleton proposes to place into effect, said rates being designed to pass on a wholesale decrease in rates from its supplier in the amount of \$107,344 or 61.29 cents per Mcf.

- (2) Transmission filed an application for decreased rates with the Federal Energy Regulatory Commission to become effective April 1, 1987.
- (3) Pendleton's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order of December 8, 1982, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after April 1, 1987.

IT IS THEREFORE ORDERED that:

- (1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after April 1, 1987.
- (2) Within 30 days of the date of this Order Pendleton shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 18th day of March, 1987.

PUBLIC SERVICE COMMISSION

Chairman Vice Chairman

Spin Milliams

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8568-II DATED 3/18/87

The following rates are prescribed for the customers served by Pendleton County Water District, Gas Division. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the date of this Order.

RATES: MONTHLY	RATES PER UNIT	
Residential:		
0 - 1 Mcf (Minimum Charge) 1 - 2 Mcf 2 - 6 Mcf Over 6 Mcf	\$5.18 Per Month 4.8334 Per Mcf 4.8081 Per Mcf 4.8031 Per Mcf	
Commercial:		
0 - 1 Mcf (Minimum Charge) 1 - 20 Mcf 20 - 30 Mcf 30 - 40 Mcf 40 - 50 Mcf Over 50 Mcf	\$5.75 Per Month 4.8031 Per Mcf 4.7981 Per Mcf 4.7931 Per Mcf 4.7881 Per Mcf 4.7831 Per Mcf	
SMALL INDUSTRIAL:		
All Mcf	\$4.0518 Per Mcf	
SPECIAL CONTRACTS:		
Firm Gas Service:		
MAGO Construction Co., Inc.,	\$3.8455 Per Mcf	

For the purpose of the future application of the purchased gas adjustment clause of Pendleton County Water District, Gas Division, the base rate for purchased gas shall be:

Commodity

Columbia Gas Transmission Corporation Schedule SGS

\$3.3468 Per Dth