

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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

O R D E R

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 June 3, 1987, Pendleton County Water District, Gas Division, ("Pendleton") notified the Commission that it received 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 June 3, 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 \$28,368 or 16.20 cents per Mcf. Pendleton incorrectly calculated its decrease in rates based on

the supplier rate contained in Case No. 8568-II instead of the rate contained in 8568-JJ, the case immediately preceding this one. In setting out its present and proposed monthly rates, it also used the rates proposed in Case No. 8568-JJ instead of those actually approved by the Commission.

(2) Transmission filed an application for decreased rates with the Federal Energy Regulatory Commission to become effective April 1, 1987.

(3) Pendleton should file with this Commission the amount of excess revenues collected from April 1, 1987, to the date the proposed rates are implemented, along with a refund plan.

(4) Pendleton's corrected adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8568 dated 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:

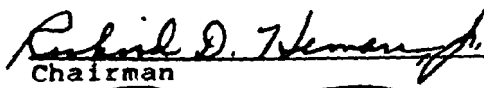
(1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after April 1, 1987, in place of the incorrectly calculated rates proposed by Pendleton.

(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.

(3) Within 30 days of the date of this Order Pendleton shall file the amount of excess revenues collected, along with a refund plan.

Done at Frankfort, Kentucky, this 23rd day of June, 1987.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

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Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE  
COMMISSION IN CASE NO. 8568-KK DATED 6/23/87

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)	\$5.09	Per Month
1 - 2 Mcf	4.7449	Per Mcf
2 - 6 Mcf	4.7196	Per Mcf
Over 6 Mcf	4.7146	Per Mcf

Commercial:

0 - 1 Mcf (Minimum Charge)	\$5.66	Per Month
1 - 20 Mcf	4.7146	Per Mcf
20 - 30 Mcf	4.7096	Per Mcf
30 - 40 Mcf	4.7046	Per Mcf
40 - 50 Mcf	4.6996	Per Mcf
Over 50 Mcf	4.6946	Per Mcf

SMALL INDUSTRIAL:

All Mcf	\$3.9633	Per Mcf
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SPECIAL CONTRACTS:

Firm Gas Service:

MAGO Construction Co., Inc.,	\$3.757	Per Mcf
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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:

	<u>Commodity</u>
Columbia Gas Transmission Corporation Schedule SGS	\$3.2608 Per Dth