COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED)		
GAS ADJUSTMENT FILING OF)	CASE NO.	8568-PP
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 August 11, 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 July 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 August 11, 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 \$9,246 or 5.28 cents per Mcf.

This decrease is calculated using Pendleton's last approved rates from Case No. 8568-MM, instead of its last proposed rates from Case No. 8568-OO.

- (2) Transmission filed an application for decreased rates with the Federal Energy Regulatory Commission to become effective July 1, 1987.
- (3) Pendleton should file the amount of excess revenues collected, if any, along with a refund plan for July 1, 1987, to the date the proposed rates are implemented.
- (4) Pendleton's 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 July 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 July 1, 1987, in place of the 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, if any, along with a refund plan.

Done at Frankfort, Kentucky, this 31st day of August, 1987.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Sommissioner Williams)

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8568-PP DATED 8/31/87

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	\$5.21 Per Month 4.8606 Per Mcf 4.8353 Per Mcf 4.8303 Per Mcf	
Commercial:		
0 - 1 Mcf (Minimum Charge) 1 - 20 Mcf 20 - 30 Mcf 30 - 40 Mcf 40 - 50 Mcf Over 50 Mcf SMALL INDUSTRIAL:	\$5.78 Per Month 4.8303 Per Mcf 4.8253 Per Mcf 4.8203 Per Mcf 4.8153 Per Mcf 4.8103 Per Mcf	
All Mcf	\$4.079 Per Mcf	
SPECIAL CONTRACTS:		
Firm Gas Service:		
MAGO Construction Co., Inc.,	\$3.90 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

\$3.3733 Per Dth