COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS

ADJUSTMENT FILING OF ELZIE

NEELEY GAS COMPANY, INC.

)

CASE NO. 9521-E

ORDER

On September 2, 1986, the Commission issued its Order in Case No. 9521 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 13, 1988, Elzie Neeley Gas Company, Inc. ("Elzie Neeley"), notified the Commission that its wholesale cost of gas was decreased by its supplier, Columbia Gas of Kentucky, Inc. ("Columbia"), effective March 1, 1988, 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) Elzie Neeley's notice of June 13, 1988 set out certain revisions in rates which Elzie Neeley proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$104 or .98 cents per Mcf.

- (2) Elzie Neeley's wholesale cost of gas was decreased by Columbia effective March 1, 1988.
- (3) Elzie Neeley should report to the Commission the amount of excess revenues collected from March 1, 1988 to the date the proposed rates are implemented, along with a refund plan.
- (4) Elzie Neeley's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9521 dated September 2, 1986 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after March 1, 1988.

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 March 1, 1988.
- (2) Within 30 days of the date of this Order Elzie Neeley shall file with this Commission its revised tariffs setting out the rates authorized herein.
- (3) Within 30 days of the date of this Order Elzie Neeley shall report the amount of excess revenues collected, along with a refund plan.

Done at Frankfort, Kentucky, this 30th day of June, 1988.

PUBLIC SERVICE COMMISSION

Chairman Vice Chairman

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ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9521-E DATED 6/30/88

The following rates and charges are prescribed for the customers served by Elzie Neeley Gas Company, 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

Pirst 1 Mcf \$6.329 Per Mcf

Over 1 Mcf \$5.359 Per Mcf

Minimum Bill

The minimum bill shall be \$6.329

The base rate for the future application of the purchased gas adjustment clause of Elzie Neeley Gas Company, Inc., shall be:

Commodity

Columbia Gas of Rentucky, Inc.

\$3.5841 per Mcf