

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED)
GAS ADJUSTMENT FILING OF) CASE NO. 8735-G
B & H GAS COMPANY, INC.)

O R D E R

On February 16, 1989, B & H Gas Company, Inc. ("B & H") notified the Commission that it had received an increase in gas cost from its supplier, Bradley and Son Oil and Gas Company ("Bradley and Son"), effective February 5, 1989.

The Commission finds that B & H should support the reasonableness of the proposed \$3.00 charge by providing the following information:

1. How does \$3.00 per Mcf compare to other market prices in the region?
2. Are other sources of supply readily available to B & H?
3. Does B & H foresee another increase in price from Bradley and Son at the end of the contract term? If so, what is the possible magnitude of the increase?

IT IS THEREFORE ORDERED that B & H shall provide the information requested herein within 15 days of the date of this Order.

Done at Frankfort, Kentucky, this 15th day of March, 1989.

PUBLIC SERVICE COMMISSION


For The Commission

ATTEST:

Executive Director