

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT OF THE RATES OF AUXIER)	
ROAD GAS COMPANY, INC. FOR AN INCREASE)	CASE NO. 10288
IN GAS RATES)	

O R D E R

On June 10, 1988, Auxier Road Gas ("Auxier") filed its application and notice of intent to file for a rate increase with the Commission. Hearings were held at the Commission's offices in Frankfort, Kentucky on November 9, 1988 and January 25, 1989.

The Commission, after consideration of the evidence of record and being otherwise sufficiently advised, is of the opinion and finds that:

1. The rates proposed by Auxier are unreasonable and should be denied. The Commission has determined Auxier Road's operating revenue requirement to be \$380,015. Based upon revised normalized revenues of \$361,065, Auxier Road is entitled to additional revenues of \$18,950.

2. The rates and charges in Appendix A, attached and incorporated herein, are the fair, just and reasonable rates and charges for Auxier to charge its customers.

3. The Commission's opinion in support of this Order will shortly follow.

IT IS THEREFORE ORDERED that:

1. The rates and charges in Appendix A are the fair, just and reasonable rates and charges to be charged by Auxier for gas service rendered and are approved on or after the date of this Order.


2. Within 30 days from the date of this Order, Auxier shall file with this Commission its revised tariff sheets setting out the rates approved herein.

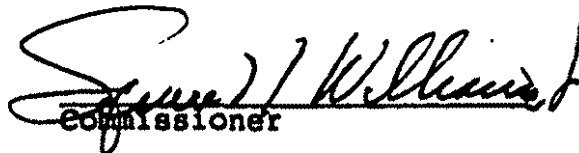
3. All time periods prescribed in KRS 278.400 and 278.410 shall not begin to run until after service upon all parties herein of the Commission's Opinion Order in support of this Order.

Done at Frankfort, Kentucky, this 24th day of February, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 10288 DATED 2/24/89

The following rates and charges are prescribed for the customers served by Auxier Road 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

First	1,000 Cu.Ft.	\$8.61
All Over	1,000 Cu.Ft.	7.76

MINIMUM BILL \$8.61

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

	<u>Commodity</u>
Columbia Gas of Kentucky, Inc.	\$3.5001 per Mcf