

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS            )  
ADJUSTMENT FILING OF MT. OLIVET        )  
NATURAL GAS COMPANY, INC.                )        CASE NO. 9918-FFF

O R D E R

On August 10, 1987, the Commission issued its Order in Case No. 9918 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 September 11, 1990, Mt. Olivet Natural Gas Company, Inc. ("Mt. Olivet") notified the Commission that its fixed monthly demand surcharge was increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective September 1, 1990, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Mt. Olivet's notice of September 11, 1990 set out certain revisions in rates which Mt. Olivet proposed to place into effect, said rates being designed to pass on the wholesale increase in the fixed monthly demand surcharge from its supplier

from \$163 to \$165 per month, resulting in an annualized increase of \$24 or .08 cents per Mcf.

2. Transmission applied with the Federal Energy Regulatory Commission for increased surcharges to be effective September 1, 1990. Mt. Olivet requested a waiver of the 30-day filing requirement. Pursuant to KRS 278.180, upon Mt. Olivet's showing of good cause, Mt. Olivet's request should be granted. The effective date for the increase should be on and after the date of this Order. Transmission's rates are subject to refund; hence, Mt. Olivet's rates should be subject to refund.

3. The adjustment in Mt. Olivet's rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9918 dated August 10, 1987 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after the date of this Order, subject to refund.


IT IS THEREFORE ORDERED that:

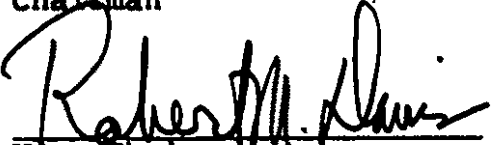
1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after the date of this Order, subject to refund.


2. Within 30 days of the date of this Order, Mt. Olivet shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 8th day of October, 1990.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION  
IN CASE NO. 9918-PPF DATED OCTOBER 8, 1990

The following rates are prescribed for the customers served by Mt. Olivet Natural 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 date of this Order.

RATES: Monthly

First 1,000 cu. ft. or less	\$6.56	(Minimum Bill)
Next 4,000 cu. ft. per 1,000 cu. ft.	4.8368	
Next 5,000 cu. ft. per 1,000 cu. ft.	4.6368	
Next 10,000 cu. ft. per 1,000 cu. ft.	4.4868	
Over 20,000 cu. ft. per 1,000 cu. ft.	4.2868	

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

	<u>Commodity</u>
Columbia Gas Transmission Corporation	\$3.4073 per Mcf