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. 10246-F

ORDER

On September 6, 1988, the Commission issued its Order in Case No. 10246 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 March 12, 1990, Elzie Neeley Gas Company, Inc. ("Elzie Neeley") notified the Commission that its wholesale cost of gas had been decreased by its supplier, Columbia Gas of Kentucky, Inc. ("Columbia"), effective March 1, 1990, 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 otherwise sufficiently advised, the Commission finds that:

(1) Elzie Neeley's notice of March 12, 1990 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 \$803 or 6.68 cents per Mcf.

- (2) Elzie Neeley's wholesale cost of gas was decreased by Columbia effective March 1. 1990.
- (3) Elzie Neeley's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 10246 dated September 6, 1988 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after March 1, 1990.

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 March 1, 1990.
- (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.

Done at Frankfort, Kentucky, this 26th day of March, 1990.

PUBLIC SERVICE COMMISSION

Charrinan

ATTEST:

Lu M Muchanhen

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10246-F DATED March 26, 1990

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

First 1 Mcf \$7.1267 Per Mcf

Over 1 Mcf \$6.1067 Per Mcf

Minimum Bill

The minimum bill shall be \$7.1267

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 Kentucky, Inc.

\$3.7108 per Mcf