

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MIKE LITTLE) CASE NO. 90-077-A
GAS COMPANY, INC.)

O R D E R

On December 7, 1990, the Commission issued its Order in Case No. 90-077 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 January 24, 1991, Mike Little Gas Company, Inc. ("Mike Little") notified the Commission that its wholesale cost of gas was decreased due to a change in suppliers. Effective October 1, 1990, Equitable Resources Energy Company ("Equitable Resources") replaced Kentucky West Virginia Gas Company ("Kentucky West") as Mike Little's primary supplier of natural gas for resale. Mike Little 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. Mike Little's notice of January 24, 1991 set out certain revisions in rates which Mike Little proposed to place into

effect, said rates being designed to pass on the wholesale decrease in price in the amount of \$15,479 or 29.89 cents per Mcf.

2. On October 1, 1990, Mike Little entered into an agreement to purchase gas from Equitable Resources at the rate of \$2.60 per Dth effective October 1, 1990. These purchases replace all volumes previously purchased from Kentucky West at a rate of \$2.8553 per Dth. The effective date for Mike Little's rates should be on and after October 1, 1990. Due to Mike Little's lag in filing its wholesale decrease, it will be necessary to establish rates effective October 1, 1990 and December 7, 1990 to reflect the rates authorized in Case No. 90-077.¹

3. Mike Little should file with this Commission the amount of overcollections received from October 1, 1990 to the date the approved rates are implemented, along with a refund plan.

4. The adjustment in Mike Little's rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 90-077 dated December 7, 1990 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after October 1, 1990.

IT IS THEREFORE ORDERED that:

1. The rates in Appendix A, attached hereto and incorporated herein, are hereby authorized effective with gas supplied on and after October 1, 1990.

¹ Case No. 90-077, An Adjustment of Rates of the Mike Little Gas Company, Inc., Order dated December 7, 1990.

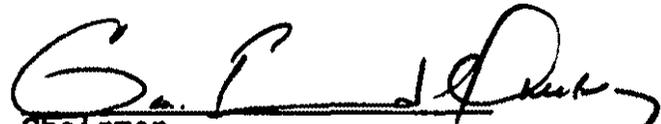
2. The rates in Appendix B, attached hereto and incorporated herein, are hereby authorized effective with gas supplied on and after December 7, 1990.

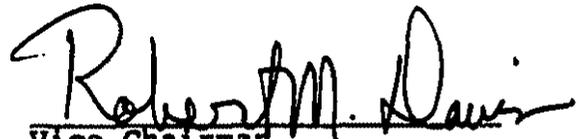
3. Within 30 days of the date of this Order, Mike Little shall file with this Commission its revised tariffs setting out the rates authorized herein.

4. Within 30 days of the date of this Order, Mike Little shall file the amount of any excess revenues collected, along with a refund plan.

Done at Frankfort, Kentucky, this 1st day of March, 1991.

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. 90-077-A DATED 3/01/91

The following rates and charges are prescribed for the customers in the area served by Mike Little 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.

Effective for service rendered from October 1, 1990 through December 6, 1990.

RATES: Monthly

First 1 Mcf - Minimum Bill	\$5.7583 Per Mcf
All Over 1 Mcf	\$5.5412 Per Mcf

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

	<u>Commodity</u>
Equitable Resources Gas Company	\$2.60 Per Dth

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 90-077-A DATED 3/01/91

The following rates and charges are prescribed for the customers in the area served by Mike Little 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.

Effective for service on and after December 7, 1990.

RATES: Monthly

First 1 Mcf - Minimum Bill	\$5.7685 Per Mcf
All Over 1 Mcf	\$5.5514 Per Mcf

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

	<u>Commodity</u>
Equitable Resources Gas Company	\$2.60 Per Dth