

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	CASE NO. 89-068-YY
ADJUSTMENT FILING OF BELFRY)	CASE NO. 89-068-ZZ
GAS, INC.)	CASE NO. 89-068-AAA

O R D E R

On September 25, 1989, the Commission issued its Order in Case No. 89-068 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 November 4, 1992 in Case No. 89-068-YY, Belfry Gas, Inc. ("Belfry") notified the Commission that its wholesale cost of gas was decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective November 1, 1992. On November 5, 1992 in Case No. 89-068-ZZ, Belfry notified the Commission that its wholesale cost of gas was increased by its supplier, Transmission, effective November 1, 1992, superseding the prior filing. On November 18, 1992 in Case No. 89-068-AAA, Belfry notified the Commission that its wholesale cost of gas was decreased by its supplier, Transmission, effective November 1, 1992, superseding the filings of November 4 and November 5, 1992. Belfry 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. Belfry's notice of November 18, 1992 set out certain revisions in rates which Belfry proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$10,070 or 16.93 cents per Mcf.

2. Transmission filed applications with the Federal Energy Regulatory Commission for rate changes effective November 1, 1992. The effective date for the decrease should be on and after November 1, 1992. Transmission's rates are subject to refund; hence, Belfry's rates should be subject to refund.

3. Belfry's proposed rate changes in Case No. 89-068-YY and Case No. 89-068-ZZ were superseded by Belfry's filing in Case No. 89-068-AAA; therefore, the proposed rates in Case No. 89-068-YY and Case No. 89-068-ZZ should not be placed into effect.

4. Belfry should file with this Commission the amount of any overcollections received from November 1, 1992 to the date the approved rates are implemented, along with a refund plan.

5. Belfry's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 89-068, dated September 25, 1989, is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after November 1, 1992, subject to refund.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Belfry in Case No. 89-068-YY and Case No. 89-068-ZZ be and they hereby are denied.

2. 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 November 1, 1992, subject to refund.

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

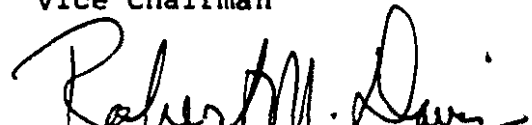
4. Within 30 days of the date of this Order, Belfry shall file the amount of excess revenues collected, along with a refund plan.

Done at Frankfort, Kentucky, this 2nd day of December, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NOS. 89-068-YY, 89-068-ZZ, AND 89-068-AAA DATED
December 2, 1992

The following rates are prescribed for the customers served by Belfry Gas, 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.	\$8.5856 Minimum Bill
Over 1,000 cu. ft.	6.7956 Per 1,000 Cu. Ft.

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

Commodity

Columbia Gas Transmission Corp.	\$3.8970 Per Dth
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A surcharge in the amount of \$3.24 per month shall be applied to each customer served for a period of 5 years.