

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF EAST)
KENTUCKY UTILITIES, INC.) CASE NO. 90-002-V

O R D E R

On October 10, 1990, the Commission issued its Order in Case No. 90-002 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 October 27, 1992, East Kentucky Utilities, Inc. ("East Kentucky") notified the Commission that its wholesale cost of gas will be decreased effective November 1, 1992, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. East Kentucky's notice of October 27, 1992 set out certain revisions in rates which East Kentucky proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$8,099 or 7.4800 cents per Mcf.

2. East Kentucky has entered into a contract with EREX for gas supply at rates which become effective November 1, 1992 through October 31, 1993.

3. East Kentucky 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.

4. East Kentucky's adjustment in rates under the PGA provisions approved by the Commission in its Order in Case No. 90-002, dated October 10, 1990, 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:

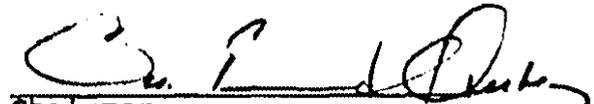
1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after November 1, 1992, subject to refund.

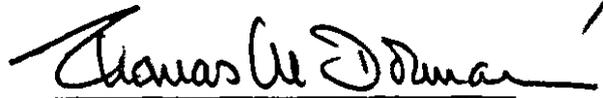
2. Within 30 days of the date of this Order, East Kentucky shall file with this Commission its revised tariffs setting out the rates authorized herein.

3. Within 30 days of the date of this Order, East Kentucky shall 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.

Done at Frankfort, Kentucky, this 24th day of November, 1992.

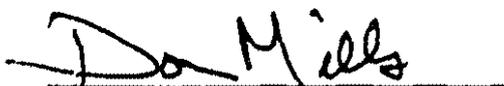
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 90-002-V DATED November 24, 1992

The following rates and charges are prescribed for the customers served by East Kentucky Utilities, 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 Mcf	\$9.5206 per Mcf
All Over	1 Mcf	6.5657 per Mcf

Minimum Bill: \$9.52 for less than 1 Mcf

The base rate for the future application of the purchased gas adjustment clause of East Kentucky Utilities, Inc. shall be:

	<u>Commodity</u>
EREX	\$2.9000/Dth*
Southeastern Gas Company	\$3.50/Mcf