

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MIKE)	CASE NO. 90-077-F
LITTLE 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 on a quarterly basis in accordance with the provisions of the gas cost adjustment ("GCA") clause set forth therein.

On September 30, 1992, Mike Little Gas Company, Inc. ("Mike Little") filed its quarterly GCA, which is to become effective November 1, 1992 and is to remain in effect until January 31, 1993.

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

1. Mike Little's notice of September 30, 1992 set out certain revisions in rates which Mike Little proposed to place into effect, said rates being designed to pass on to its customers the expected wholesale gas cost from its supplier.

2. Mike Little's expected gas cost ("EGC") adjustment for the quarter beginning November 1, 1992 should be \$3.6005 per Mcf.

3. Mike Little's notice included a current quarter actual adjustment ("AA") in the amount of (0.53) cents per Mcf to compensate for over-recoveries experienced by Mike Little through

the operation of its gas cost recovery procedure during the months of May, June, and July. Mike Little's total actual adjustment in the amount of 17.36 cents per Mcf is calculated to return the current over-recovery, as well as over and under-recoveries from previous quarters.

4. The combined effect of the above adjustments is Mike Little's gas cost recovery rate ("GCR") in the amount of \$3.7741 per Mcf, an increase of 47.65 cents per Mcf from its last approved rates.

5. The rates set out in the Appendix to this Order, pursuant to the GCA provisions approved by the Commission in its Order in Case No. 90-077 dated December 7, 1990, are fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after November 1, 1992.

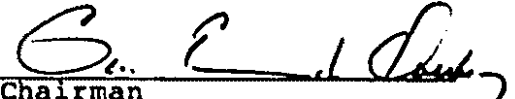
IT IS THEREFORE ORDERED that:

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.

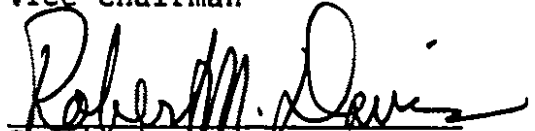
2. Within 30 days of the date of this Order, Mike Little shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 28th day of October, 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. 90-077-F DATED October 28, 1992.

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.

RATES:

	<u>Monthly</u>		
	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1 Mcf - Minimum Bill	\$2.8211	\$3.7741	\$6.5952
Over 1 Mcf	2.6040	3.7741	6.3781