COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MARTIN) CASE NO. 90-402-B
GAS, INC.)

ORDER

On September 30, 1991, the Commission issued its Order in Case No. 90-402 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 May 21, 1992, Martin Gas, Inc. ("Martin") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc. ("Columbia"), effective June 1, 1992, 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. Martin's notice of May 21, 1992 set out certain revisions in rates which Martin proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$7,958 or 20.99 cents per Mcf.

- 2. On May 1, 1992, Columbia filed with the Commission for increased rates to be effective June 1, 1992. The Commission takes administrative notice of a subsequent revision of that filing made by Columbia on May 21, 1992 and has adjusted Martin's calculations accordingly. The effective date for Martin's increase should be on and after the date of this Order.
- 3. Martin incorrectly calculated the average cost of purchases under the rates to be effective June 1, 1992. Martin's proposed retail rates should be denied.
- 4. The corrected adjustment in Martin's rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 90-402 dated September 30, 1991 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after the date of this Order.

IT IS THEREFORE ORDERED that:

- The rates proposed by Martin be and they are hereby 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 the date of this Order.
- 3. Within 30 days of the date of this Order, Martin shall file with this Commission its revised tariffs setting out the rates authorized herein.

Case No. 90-063-D, The Notice of Purchased Gas Adjustment Filing of Columbia Gas of Kentucky, Inc., Order dated June 9, 1992.

Done at Frankfort, Kentucky, this 22nd day of June, 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. 90-402-B DATED June 22, 1992.

The following rates and charges are prescribed for the customers served by Martin 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 effective date of this Order.

RATES: Monthly

First 1 Mcf S7.2291 Per Mcf

Over 1 Mcf 7.1123 Per Mcf

Minimum Bill

The minimum bill shall be \$7.23

Temporary Surcharge 3.12

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

Commodity

Columbia Gas of Kentucky, Inc. \$3.7505 Per Mcf

Southeastern Gas Company 0.140 Per Mcf