

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT OF RATES OF)	CASE NO. 10288-K
AUXIER ROAD GAS COMPANY)	AND
		CASE NO. 10288-L

O R D E R

On May 27, 1992, Auxier Road Gas Company, Inc. ("Auxier") filed Case No. 10288-K to adjust its rates pursuant to its gas cost recovery ("GCR") clause effective July 1, 1992. The Commission did not issue an Order in that case because of the uncertainty regarding the past and future cost of Auxier's gas supply from Columbia Gas of Kentucky, Inc. ("Columbia"). On September 4, 1992, Auxier filed Case No. 10288-L which requested that the Commission suspend the operation of its GCR tariff and waive the quarterly filing requirements pending the outcome of Case No. 92-285.¹ On October 5, 1992, Auxier's tariff and filing requirements were accordingly suspended. The Commission issued its Order in Case No. 92-285 on January 29, 1993 setting out the amount that Auxier owed Columbia and the appropriate rate schedule for future billings by Columbia to Auxier. On June 29, 1993, the Commission received notification from Auxier that it had paid its debt to Columbia.

After reviewing the records and being otherwise sufficiently advised, the Commission finds that:

¹ Case No. 92-285, In The Matter Of Auxier Road Gas Company vs. Columbia Gas of Kentucky, Inc., Filed July 10, 1992.

1. The rates proposed in Case No. 10288-K are not representative of Auxier's cost of gas.

2. Auxier should recommence the quarterly filings required by its GCR clause which were suspended in Case No. 10288-L.

3. Auxier's next quarterly filing should set out the prospective expected gas cost component as required by its clause, and include an actual adjustment component to adjust for any under- or over-recoveries of gas costs since April 1, 1992.

IT IS THEREFORE ORDERED that:

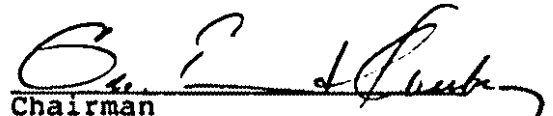
1. The rates proposed in Case No. 10288-K be and they hereby are denied.

2. Auxier's GCR tariff and quarterly filing requirements shall be in effect on and after the date of this Order.

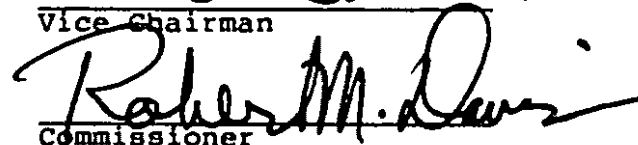
3. On or before September 1, 1993, Auxier shall file to adjust its rates pursuant to its GCR clause; that filing shall include an actual adjustment component to adjust for Auxier's under- or over-recoveries of gas cost from April 1, 1992 through June 30, 1993.

Done at Frankfort, Kentucky, this 28th day of July, 1993.

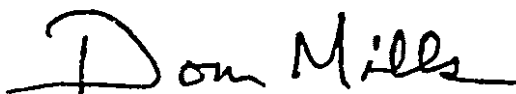
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director