

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)	
FILING OF JOHNSON COUNTY GAS)	CASE NO. 10415-W
COMPANY, INC.)	

O R D E R

On April 24, 1991, in Case No. 91-004, the Commission approved adjustments to the rates of Johnson County Gas Company, Inc. ("Johnson County") on a quarterly basis in accordance with the Gas Cost Adjustment ("GCA") Clause set forth in the Order.

On September 15, 1995, Johnson County filed its GCA to become effective from October 1, 1995 to January 1, 1996.

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

1. Johnson County's notice of September 15, 1995 proposed revised rates designed to pass on its increased wholesale gas costs to its customers. Johnson County's expected gas cost ("EGC") is \$2.9389 per Mcf.

2. Johnson County's notice set out no refund adjustment.

3. Johnson County's notice set out a current quarter actual adjustment ("AA") of (.60) cent per Mcf to return over-recovered gas cost from April, May, and June 1995. The proposed total AA of (17.25) cents per Mcf reflects the current over-recovery as well as under- and over-recoveries from previous quarters.

4. Johnson County's notice set out a current quarter balance adjustment ("BA") of 1.2 cents per Mcf. Johnson County's total BA of .2 cent per Mcf reflects the current and three previous quarters' BAs.

5. Those adjustments produce a gas cost recovery rate of \$2.7684 per Mcf, 2.54 cents per Mcf more than the prior rate.

6. The rate adjustment in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be approved for service rendered on and after October 15, 1995.

IT IS THEREFORE ORDERED that:

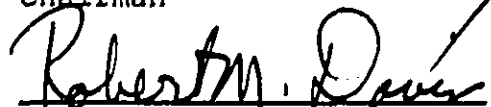
1. The rates in the Appendix to this Order are fair, just, and reasonable and are approved effective for service rendered on and after October 15, 1995.

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

Done at Frankfort, Kentucky, this 13th day of October, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commissioner

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10415-W DATED OCTOBER 13, 1995.

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

RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge			\$3.00
All Mcf	\$2.9871	\$2.7684	\$5.7555

A surcharge of \$.4155 per Mcf will be added to the above rates until the obligation owed to Kentucky-West Virginia Gas Company has been discharged, or is recalculated.