

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST RECOVERY)
FILING OF SIGMA GAS CORPORATION) CASE NO. 93-349-D

O R D E R

On December 15, 1993, in Case No. 93-349, the Commission approved certain rates for Sigma Gas Corporation ("Sigma") and provided by tariff for their further adjustment on a quarterly basis in accordance with its approved gas cost adjustment ("GCA") clause.

On August 30, 1996, Sigma filed its GCA to be effective October 1, 1996 through December 31, 1996. On October 3, 1996, Sigma filed to include transportation costs from Auxier Road Gas Company ("Auxier") which it had inadvertently excluded from its previous filing.

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

1. Sigma's notice of October 3, 1996 proposed revised rates designed to pass on to its customers its revised expected gas cost ("EGC") of \$3.278 per Mcf, which includes the 20 cent per Mcf Auxier transportation rate.

2. Sigma's gas cost recovery rate ("GCR") is \$3.2090 per Mcf, 21.03 cents per Mcf more than the previously authorized rate.

3. Sigma's adjustment in rates contained in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be approved effective with bills rendered on and after October 23, 1996 pursuant to Sigma's request for waiver of the 30-day notice requirement.

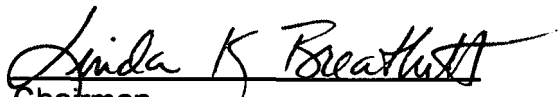
IT IS THEREFORE ORDERED that:

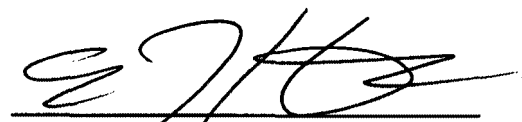
1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable, and are authorized to be effective with bills rendered on and after October 23, 1996.

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

Done at Frankfort, Kentucky, this 23rd day of October, 1996.

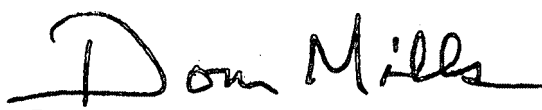
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 93-349-D DATED OCTOBER 23, 1996

The following rates and charges are prescribed for the customers in the area served by Sigma Gas Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

	<u>Base Rate</u>	<u>Gas Cost Recovery</u>	<u>Total</u>
First Mcf (Minimum Bill)	3.90	3.2090	7.1090
All Over 1st Mcf	2.97	3.2090	6.1790