COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS ADJUSTMENT FILING OF MARTIN GAS, INC.

CASE NO. 90-402-V

<u>ORDER</u>

On September 30, 1991 in Case No. 90-402, the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin") and provided for their further adjustment when the wholesale cost of gas changes or a refund is received.

On May 22, 1997, Martin filed for approval to pass its decreased wholesale gas cost from its suppliers, Columbia Gas of Kentucky, Inc. ("Columbia") and Clean Gas, to its customers effective June 1, 1997.

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

1. Martin's notice proposed revised rates designed to pass on to its customers Columbia's Intrastate Utility Service ("IUS") rate effective June 1, 1997, as well as its rate from Clean Gas effective June 1, 1997.

2. The IUS rate of \$5.1716 per Mcf was approved effective June 1, 1997.¹ Rates for Clean Gas are \$4.6716 per Mcf for the Hall Funeral Home delivery point and \$4.1716 per Mcf for the Wright's Lumber delivery point. This decrease in supplier rates results in a 22.77 cent per Mcf decrease for Martin.

¹ Case No. 94-179-H, Notice of Purchased Gas Adjustment Filing of Columbia Gas of Kentucky, Inc., Order dated November 25, 1996.

4. The rate adjustment in the Appendix, attached hereto and incorporated herein, is fair, just, and reasonable, in the public interest, and should be approved effective on and after June 1, 1997.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix are fair, just, and reasonable and are approved effective for gas supplied on and after June 1, 1997.

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

Done at Frankfort, Kentucky, this 23rd day of June, 1997.

PUBLIC SERVICE COMMISSION

a K Breathith

Jhairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-402-V DATED JUNE 23, 1997

The following rates and charges are prescribed for the customers in the area 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	\$8.6751 Per Mcf
Over 1	Mcf	8.5583 Per Mcf

Minimum Bill

The minimum bill shall be

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

\$8.6751

Commodity

Columbia Gas of Kentucky, Inc.	\$5.1716 Per Mcf
Clean Gas #1	\$4.6716 Per Mcf
Clean Gas #2	\$4.1716 Per Mcf