

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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

O R D E R

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 November 6, 1997, Martin filed for approval to pass its increased wholesale gas cost from its suppliers, Columbia Gas of Kentucky, Inc. ("Columbia") and Clean Gas, to its customers effective December 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 December 1, 1997, as well as its rate from Clean Gas effective December 1, 1997.

2. The IUS rate of \$4.5611 per Mcf was approved effective December 1, 1997.¹ Rates for Clean Gas are \$4.0611 per Mcf for the Hall Funeral Home delivery point and \$3.5611 per Mcf for the Wright's Lumber delivery point. This increase in supplier rates results in a 11.41 cent per Mcf increase for Martin.

¹ Case No. 94-179-L, Notice of Purchased Gas Adjustment Filing of Columbia Gas of Kentucky, Inc., Order dated November 26, 1997.

3. 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 December 6, 1997. Martin did not give the 30 days notice required for rates to be effective December 1, 1997.

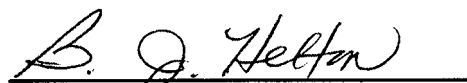
IT IS THEREFORE ORDERED that:

1. The rates in the Appendix are fair, just, and reasonable and are approved effective for gas supplied on and after December 6, 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 4th day of December, 1997.

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-X DATED DECEMBER 4, 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	\$8.0770 Per Mcf
Over 1 Mcf	7.9602 Per Mcf

Minimum Bill

The minimum bill shall be \$8.0770

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.	\$4.5611 Per Mcf
Clean Gas #1	\$4.0611 Per Mcf
Clean Gas #2	\$3.5611 Per Mcf