

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED PROPANE)	
ADJUSTMENT FILING OF BRIGHT'S PROPANE)	CASE NO. 90-091D
SERVICE, INC.)	

O R D E R

On February 15, 1991, in Case No. 90-091, the Commission approved certain adjusted rates for Bright's Propane Service, Inc. ("Bright's") and provided for their further adjustment on a quarterly basis in accordance with Bright's gas cost adjustment ("GCA") clause.

On June 22, 2000, Bright's filed its GCA to be effective August 1, 2000 through October 31, 2000.

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

1. Bright's notice of June 22, 2000 proposed revised rates designed to pass on its expected decreased wholesale propane costs to its customers. Bright's proposed Average Gas Cost component ("AGC") is 1.609 cents per cubic foot, a decrease of .041 cents per cubic foot from the prior AGC of 1.650.

2. Bright's notice of June 22, 2000 set out a current quarter actual adjustment ("AA") of .079 cent per cubic foot to collect under-recovered propane cost from February, March and April 2000. Bright's notice did not calculate a total AA to include prior quarter AAs. Including the prior AA of .123 cents per cubic foot, Bright's total AA is .202 cents per cubic foot, an increase of .079 cents per cubic foot from the prior total AA.

3. Bright's notice set out no balancing adjustment.
4. Bright's notice set out 1.5 cents per cubic foot to recover overhead operating costs as approved in its tariff.
5. Bright's notice proposed a gas cost recovery rate ("GCR") of 3.19 cents per cubic foot. Including the total AA in the GCR calculation, Bright's revised GCR is 3.311 cents per cubic foot, .038 cent more than its prior GCR of 3.273.
6. The rate adjustment in the Appendix to this Order is fair, just, and reasonable, is in the public interest, and should be effective for final meter readings on and after August 1, 2000.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Bright's are denied.
2. The rates in the Appendix to this Order are fair, just, and reasonable and are effective for final meter readings on and after August 1, 2000.
3. Within 30 days of the date of this Order, Bright's shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 18th day of July, 2000.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-091-D DATED JULY 18, 2000

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Service, 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: Monthly

All Propane	\$.0331 per cubic foot
Minimum Bill (First 400 Cubic feet or less)	\$ 13.24