

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS	)	
ADJUSTMENT FILING OF JOHNSON	)	CASE NO. 2002-00065
COUNTY GAS COMPANY, INC.	)	

ORDER

On September 1, 1999, in Case No. 99-155, the Commission approved rates for Johnson County Gas Company, Inc. ( Johnson County ) and provided for their further adjustment in accordance with Johnson County s gas cost adjustment ( GCA ) clause.

On February 28, 2002, Johnson County filed its proposed GCA to be effective April 1, 2002. On March 25, 2002, Johnson County submitted additional information in support of its original filing.

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

1. Johnson County s notice includes revised rates designed to pass on to its customers the expected decrease in wholesale gas costs. Johnson County s proposed expected gas cost ( EGC ) is \$3.8747, 36.74 cents per Mcf less than the previously approved EGC of \$4.2421.
2. Johnson County s notice sets out no refund adjustment.
3. Johnson County s notice sets out a current quarter actual adjustment ( AA ) of 14.47 cents per Mcf. Johnson County incorrectly calculated its cost difference for November 2001. Correcting for this produces a current quarter AA of (26.55) cents

per Mcf. Johnson County's total AA is (42.05) cents per Mcf, which is 26.55 cents per Mcf less than the previous total AA.

4. Johnson County's notice sets out no balancing adjustment ( BA ), nor does it set out a total BA.

5. Johnson County's gas cost recovery rate is \$3.4542 per Mcf, which is 63.29 cents per Mcf less than the previous rate of \$4.0871.

6. Johnson County's adjustment in rates is fair, just, and reasonable, in the public interest, and should be approved for service rendered by Johnson County on and after April 1, 2002.

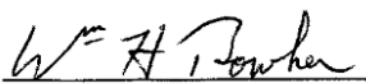
IT IS THEREFORE ORDERED that:

1. Johnson County's proposed rates are denied.
2. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after April 1, 2002.
3. Within 20 days of the date of this Order, Johnson County shall file with the Commission its revised tariffs setting out the rates approved herein.

Done at Frankfort, Kentucky, this 26<sup>th</sup> day of March, 2002.

By the Commission

ATTEST:

Deputy   
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2002-00065 DATED March 26, 2002

The following rates and charges are prescribed for the customers in the area 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 effective date of this Order.

RATES:

Residential

<u>Monthly</u>	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total Rate</u>
Minimum Bill 0-1 Mcf	\$6.9542	\$3.4542	\$10.4084
All additional Mcf	\$5.9542	\$3.4542	\$ 9.4084

Commercial

<u>Monthly</u>			
All Mcf	\$6.3042	\$3.4542	\$ 9.7584