

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MIKE)	CASE NO. 2002-00479
LITTLE GAS COMPANY, INC.)	

ORDER

On December 17, 1993, in Case No. 1993-00400, the Commission approved the merger of Elzie Neeley Gas Company, Inc. (Elzie Neeley) and Phelps Gas Company, Inc. (Phelps) into Mike Little Gas Company, Inc. (Mike Little) and provided for the adjustment of rates of the merged companies on a quarterly basis in accordance with Mike Little s gas cost adjustment (GCA) clause. On April 30, 2001, the Commission approved the transfer of the Phelps portion of the Mike Little system to People s Gas, Inc.

On December 20, 2002, Mike Little filed its proposed GCA to be effective February 1, 2003.

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

1. Mike Little s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Mike Little s expected gas cost (EGC) is \$6.3978 per Mcf, which is a decrease of 7.76 cents per Mcf from the previous EGC of \$6.4754.
3. Mike Little s notice sets out no current quarter refund adjustment (RA), and it had no RAs remaining from previous quarters.

4. Mike Little s notice sets out a current quarter actual adjustment (AA) of (6.75) cents per Mcf. Mike Little s notice sets out a total AA of (\$1.4468) per Mcf, which is 7.55 cents per Mcf less than the previous total AA.

5. Mike Little s GCA is \$4.9510 per Mcf, which is 15.31 cents per Mcf less than the previous rate of \$5.1041.

6. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered by Mike Little on and after February 1, 2003.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after February 1, 2003.

2. Within 20 days of the date of this Order, Mike Little shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 27th day of January, 2003.

By the Commission

ATTEST:

A handwritten signature in black ink, appearing to read "Thomas H. [unclear]", written over a horizontal line.

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2002-00479 DATED January 27, 2003

The following rates and charges are prescribed for the customers in the area served by Mike Little 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.

Monthly:

		<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1 Mcf	Minimum Bill	\$2.8211	\$4.9510	\$7.7721
Over 1 Mcf		2.6040	4.9510	7.5550

RATES FOR CUSTOMERS FORMERLY SERVED BY
ELZIE NEELEY GAS COMPANY

Monthly

		<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1 Mcf	Minimum Bill	\$3.4984	\$4.9510	\$8.4494
Over 1 Mcf		2.4658	4.9510	7.4168