

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST	)	
ADJUSTMENT FILING OF	)	CASE NO. 2003-00084
BELFRY GAS COMPANY, INC.	)	

ORDER

On October 11, 1993, in Case No. 1993-00111, the Commission approved rates for Belfry Gas Company, Inc. ( Belfry ) and provided for their further adjustment in accordance with Belfry s gas cost adjustment ( GCA ) clause.

On March 3, 2003, Belfry filed its GCA to be effective April 1, 2003.

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

1. Belfry s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Belfry s proposed expected gas cost ( EGC ) is \$7.2754 per Mcf, which is an increase of \$1.8814 per Mcf from the previous EGC of \$5.3940.
3. Belfry s notice sets out no refund adjustment.
4. Belfry s notice sets out a current quarter actual adjustment ( AA ) of .14 cent per Mcf. Belfry incorrectly used its GCA rather than its EGC in its calculation of the AA. Correcting for this results in a current quarter AA of (.19) cent per Mcf. Belfry s notice sets out a total AA of (.97) cent per Mcf. Belfry incorrectly carried forward an expired previous quarter AA. Correcting for this results in a total AA of .59 cent per Mcf, which is a decrease of .19 cent from the previous total AA.

5. Belfry's notice sets out no balance adjustment.

6. Belfry's GCA is \$7.2813 per Mcf, which is \$1.8795 per Mcf more than the previous rate of \$5.4018.

7. 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 Belfry on and after April 2, 2003. Belfry did not supply sufficient notice for rates to be effective April 1, 2003.

IT IS THEREFORE ORDERED that:

1. Belfry'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 2, 2003.

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

Done at Frankfort, Kentucky, this 26<sup>th</sup> day of March, 2003.

By the Commission

ATTEST:

  
Executive Director

## APPENDIX

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00084 DATED March 26, 2003

The following rates and charges are prescribed for the customers served by Belfry 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.

#### RETAIL RATES:

##### Monthly usage

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cubic feet (Minimum Bill)	\$4.2667	\$7.2813	\$11.548
Over 1,000 cubic feet	\$2.7182	\$7.2813	\$9.9995