

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)	
ADJUSTMENT FILING OF BELFRY)	CASE NO. 2004-00233
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.¹

On June 7, 2004, Belfry filed its GCA to be effective July 5, 2004.

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 \$7.5919 per Mcf, which is an increase of 21.37 cents per Mcf from the previous EGC of \$7.3782.
3. Belfry’s notice sets out no refund adjustment.
4. Belfry’s notice sets out a current quarter actual adjustment (“AA”) of 1.07 cent per Mcf. Belfry’s notice sets out a total AA of 2.36 cents per Mcf, which is an increase of 1.94 cent from the previous total AA.
5. Belfry’s notice sets out no balance adjustment.

¹ Case No. 1993-00111, In the Matter of Adjustment of Rates of Belfry Gas Company, Incorporated and for Authority to Incur Additional Indebtedness, Order dated October 11, 1993.

6. Belfry's GCA is \$7.6155 per Mcf, which is 23.31 cents per Mcf more than the previous rate of \$7.3824.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Belfry on and after July 6, 2004. As KRS 278.180(1) requires a utility to provide the Commission with 30 days notice of a rate change and Belfry provided only 29 days notice for the proposed rates to be effective on July 5, 2004, the proposed rates may not take effect on July 5, 2004.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after July 6, 2004.

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

Done at Frankfort, Kentucky, this 24th day of June, 2004.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00233 DATED JUNE 24, 2004

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	\$7.6155	\$ 11.8822
Over 1,000 cubic feet	\$2.7182	\$7.6155	\$ 10.3337