

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT OF RATES)	
OF AUXIER ROAD GAS)	CASE NO. 2005-00092
COMPANY, INC.)	

ORDER

On April 10, 1991, in Case Nos. 10288-D and 10288-E, the Commission approved the Gas Cost Adjustment (“GCA”) Clause of Auxier Road Gas Company, Inc. (“Auxier”) allowing for the quarterly adjustment of its rates.¹

On February 28, 2005, Auxier filed its proposed GCA to be effective April 1, 2005.

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

1. Auxier’s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Auxier’s Expected Gas Cost (“EGC”) is \$8.4266 per Mcf, \$2.0672 per Mcf less than the prior EGC of \$10.4938.
3. Auxier’s notice sets out no current refund adjustment.
4. Auxier’s notice sets out a current quarter actual adjustment (“AA”) of 19.55 cents per Mcf. Auxier’s notice sets out a total AA of 25.71 cents per Mcf, an increase of 38.48 cents per Mcf from the previous total AA.

¹ Case No. 10288-D and 10288-E, Notice of Purchased Gas Adjustment Filing of Auxier Road Gas Company, Inc., Order dated April 10, 1991.

5. Auxier's notice sets out a current quarter balance adjustment ("BA") of 1.83 cent per Mcf. Auxier's notice sets out a total BA of 8.17 cents per Mcf, which is a decrease of 10.65 cents per Mcf from the previous total BA.

6. Auxier's gas cost recovery rate is \$8.7654 per Mcf, which is \$1.7889 less than the previous rate of \$10.5543 per Mcf.

7. The rates in the Appendix to this Order are fair, just and reasonable, and should be approved for billing for service rendered by Auxier on and after April 1, 2005.

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 April 1, 2005.

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

Done at Frankfort, Kentucky, this 24th day of March, 2005.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2005-00092 DATED March 24, 2005

The following rates and charges are prescribed for the customers served by Auxier Road 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:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First Mcf (Minimum Bill)	\$5.11	\$8.7654	\$13.8754
All Over 1 Mcf	\$ 4.2599	\$8.7654	\$13.0253