COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST)ADJUSTMENT FILING OF)CASE NO. 2005-00540BRIGHT'S PROPANE SERVICE, INC.

<u>O R D E R</u>

On February 15, 1991, in Case No. 1990-00091,¹ the Commission approved rates for Bright's Propane Service, Inc. ("Bright's Propane") and provided for their further adjustment on a quarterly basis in accordance with Bright's Propane gas cost adjustment ("GCA") clause.

On December 16, 2005, Bright's Propane filed its proposed GCA to be effective February 1, 2006.

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

1. Bright's Propane notice includes revised rates designed to pass on to its customers its expected change in wholesale propane costs.

2. Bright's Propane notice sets out an Average Gas Cost component ("AGC") of

3.259 cents per cubic foot, which is an increase of .623 cents from the previous AGC of 2.636.

3. Bright's Propane notice sets out a current quarter actual adjustment ("AA") of .005 cent per cubic foot. Bright's Propane notice sets out a total AA of .05331 cent per cubic foot, which is an increase of .00531 cent from the previous total AA.

¹ Case No. 1990-00091, Jurisdictional Status of Bright's Propane Service, Inc.'s Propane Distribution System, Order dated February 15, 1991.

4. Bright's Propane notice sets out no balancing adjustment.

5. Bright's Propane notice sets out 1.5 cents per cubic foot to recover overhead operating costs.

6. Bright's Propane gas cost adjustment ("GCA") is 4.81231 cents per cubic foot, which is an increase of .62831 cent per cubic foot from the previous rate of 4.184.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Bright's Propane on and after February 1, 2006.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for final meter readings on and after February 1, 2006.

2. Within 20 days of the date of this Order, Bright's Propane shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 24th day of January, 2006.

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00540 DATED January 24, 2006

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Propane Service, 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: Monthly

All Propane	\$.0481231 per cubic foot
Minimum Bill (First 400 Cubic feet or less)	\$ 19.24