

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST)
ADJUSTMENT FILING OF) CASE NO. 2007-00561
BRIGHT'S PROPANE SERVICE, INC.)

O R D E R

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

On December 28, 2007, Bright's filed its proposed GCA to be effective February 1, 2008.

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

1. Bright's notice includes revised rates designed to pass on to its customers its expected change in wholesale propane costs.
2. Bright's notice sets out an Average Gas Cost ("AGC") component of \$.03763 per cubic foot, which is an increase of \$.00724 per cubic foot from the previous AGC of \$.03039.

¹ Case No. 1990-00091, Jurisdictional Status of Bright's Propane Service, Inc.'s Propane Distribution System.

3. Bright's notice sets out a current quarter Actual Adjustment ("AA") of \$.0002593 per cubic foot. Bright's notice sets out a total AA of (\$.0007242) per cubic foot. Bright's carried forward incorrect amounts for the previous quarters.² Correcting for this error produces a total AA of (\$.0007716) per cubic foot, which is an increase of .0002593 per cubic foot from the previous total AA.

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

5. Bright's notice sets out \$.015 per cubic foot to recover overhead operating costs as approved in its tariff.

6. Bright's GCA is \$.05186 per cubic foot, which is an increase of \$.0075 per cubic foot from the previous rate of \$.04436.

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 on and after February 1, 2008.

IT IS THEREFORE ORDERED that:

1. Bright's proposed rates are denied.

2. The rates in the Appendix, attached hereto and incorporated herein, are approved for final meter readings on and after February 1, 2008.

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

² The correct amounts are \$.1742 for the period February, March and April 2007 and (\$1.2051) per Mcf for the period November 2006, December 2006 and January 2007.

Done at Frankfort, Kentucky, this 31st day of January, 2008.

By the Commission

ATTEST:

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke at the end, positioned above a solid horizontal line.

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00561 DATED JANUARY 31, 2008

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Service, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES: Monthly

All Propane	\$.05186 per cubic foot
Minimum Bill (First 400 Cubic feet or less)	\$ 20.74