

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT APPLICATION) CASE NO. 2009-00122
FOR HERITAGE PROPANE D/B/A)
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 Propane") and provided for their further adjustment on a quarterly basis in accordance with Bright's Propane's Gas Cost Adjustment ("GCA") clause. On March 5, 2008, Heritage Propane acquired the assets of the former Bright's Propane and adopted Bright's Propane's tariffs.

On March 24, 2009, Bright's Propane filed its proposed GCA to be effective May 1, 2009.

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

1. Bright's Propane's notice includes revised rates designed to pass on to its customers its expected change in wholesale propane costs.
2. Bright's Propane's notice sets out an Average Gas Cost ("AGC") component of \$.02966 per cubic foot, which is a decrease of \$.01497 per cubic foot from the previous AGC of \$.04463.

¹ Case No. 1990-00091, *Jurisdictional Status of Bright's Propane Service, Inc.'s Propane Distribution System* (Ky. PSC Feb. 15, 1991).

3. Bright's Propane's notice sets out a current quarter Actual Adjustment ("AA") of (\$.00678) per cubic foot. Bright's Propane total AA is (\$.00469) per cubic foot, which is a decrease of \$.00856 per cubic foot from the previous total AA of \$.00387.

4. Bright's Propane's notice sets out no Balancing Adjustment.

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

6. Bright's Propane had proposed a GCA of \$.0400 per cubic foot. Bright's Propane's GCA taken out five decimal places is \$.03997 per cubic foot, which is a decrease of \$.02353 per cubic foot from the previous rate of \$.06350.

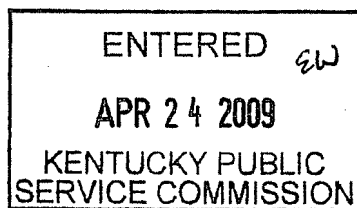
7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Bright's Propane on and after May 1, 2009.

IT IS THEREFORE ORDERED that:

1. Bright's Propane's proposed rates are denied.

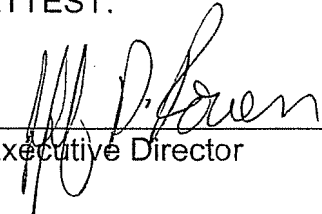
2. The rates in the Appendix, attached hereto and incorporated herein, are approved for final meter readings on and after May 1, 2009.

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



By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00122 DATED **APR 24 2009**

The following rates and charges are prescribed for the customers in the area served by Heritage Operating L/P D/B/A 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	\$.03997 per cubic foot
Minimum Bill (First 400 cubic feet or less)	\$ 15.99

Kathy Caton
Heritage Propane
P. O. Box 321
Burgin, KY 40310