

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF AUXIER ROAD GAS) CASE NO. 2010-00141
COMPANY, INC.)

ORDER

On April 2, 2009, in Case No. 2008-00156, the Commission approved the Gas Cost Adjustment (“GCA”) clause of Auxier Road Gas Company, Inc. (“Auxier”) allowing for the monthly adjustment of its rates.¹

On April 1, 2010, Auxier filed its proposed GCA to be effective May 1, 2010.

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 notice sets out an Expected Gas Cost (“EGC”) of \$6.8527 per Mcf, which is a decrease of \$.4972 per Mcf from its prior EGC of \$7.3499 per Mcf.
3. Auxier’s notice sets out no current Refund Adjustment.
4. Auxier’s notice sets out a current month Actual Adjustment (“AA”) of \$.0826 per Mcf. Auxier’s total AA is \$.2504 per Mcf, which is an increase of \$.0826 per Mcf from its previous total AA of \$.1678 per Mcf.

¹ Case No. 2008-00156, Application of Auxier Road Gas Company, Inc. for an Adjustment in Rates and Certain Nonrecurring Charges (Ky. PSC Apr. 2, 2009).

5. Auxier's notice sets out no current quarter Balance Adjustment ("BA"). A BA should be calculated to collect excess amounts returned to its customers through the operation of the (\$.6788) AA approved to be collected over 24 months beginning March 3, 2008 in Case No. 2008-00053.² Auxier's current quarter BA is \$.1156 per Mcf. The total BA of \$.1212 per Mcf is an increase of \$.1156 from the previous total BA of \$.0056 per Mcf.

6. Auxier's Gas Cost Recovery rate is \$7.2243 per Mcf, which is a decrease of \$.2990 per Mcf from its previous rate of \$7.5233 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 May 1, 2010.

IT IS THEREFORE ORDERED that:

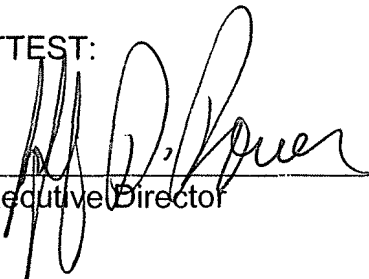
1. The rates proposed by Auxier are hereby denied.
2. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after May 1, 2010.
3. Within 20 days from the date of this Order, Auxier shall file its revised tariffs with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

² Case No. 2008-00053, The Filing of Auxier Road Gas Co., Inc. Requesting a Deviation to File an Interim Gas Cost Adjustment (Ky. PSC Feb. 29, 2008).

By the Commission

ENTERED *ew*
APR 20 2010
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00141 DATED APR 20 2010

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)	\$ 6.36	\$7.2243	\$13.5843
All Over 1 Mcf	\$ 5.0645	\$7.2243	\$12.2888

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Auxier Road Gas Company, Inc.
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