

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF HERITAGE OPERATING, LP) CASE NO. 2010-00299
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. and provided for their further adjustment on a quarterly basis in accordance with Bright's Propane Service, Inc.'s Gas Cost Adjustment ("GCA") clause. On March 5, 2008, Heritage Operating, LP acquired the assets of the former Bright's Propane Service, Inc. and adopted its tariffs.

On July 14, 2010, Heritage Operating, LP d/b/a Bright's Propane Service, Inc. ("Bright's Propane") filed its proposed GCA to be effective August 1, 2010.

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.

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

2. Bright's Propane's notice sets out an Average Gas Cost ("AGC") component of \$.03889 per cubic foot, which is an increase of \$.00182 per cubic foot from the previous AGC of \$.03707 per cubic foot.

3. Bright's Propane's notice sets out a current quarter Actual Adjustment ("AA") of \$.006920 per cubic foot. Bright's total AA is \$.011761 per cubic foot, which is an increase of \$.013561 per cubic foot from the previous total AA of (\$.001800) per cubic foot.

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's GCA is \$.06565 per cubic foot, which is an increase of \$.01538 per cubic foot from the previous rate of \$.05027 per cubic foot.

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 August 13, 2010. Bright's Propane's application was not received with the 30 days' notice required for its increase in rates to be effective August 1, 2010.

IT IS THEREFORE ORDERED that:

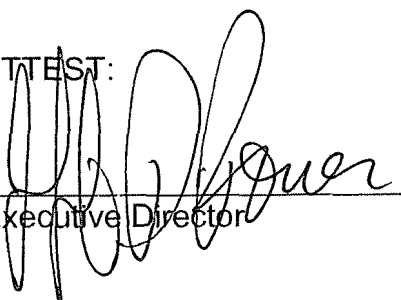
1. The rates in the Appendix attached hereto and incorporated herein are approved for final meter readings on and after August 13, 2010.

2. Within 20 days of the date of this Order, Bright's Propane shall file its revised tariffs with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED
JUL 27 2010 *M*
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00299 DATED JUL 27 2010

The following rates and charges are prescribed for the customers in the area served by Heritage Operating, LP 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	\$.06565 per cubic foot
Minimum Bill (First 400 cubic feet or less)	\$ 26.26

Kathy Caton
Heritage Operating, LP dba Bright's Propane
P. O. Box 321
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