COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF HERITAGE OPERATING, LP)	CASE NO. 2012-00100
D/B/A BRIGHT'S PROPANE SERVICE, INC.)	

ORDER

On February 15, 1991, in Case No. 1990-00091, 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 Operating, LP acquired the assets of the former Bright's Propane and adopted Bright's Propane's tariffs.

On March 19, 2012, Bright's Propane filed its proposed GCA to be effective May 1, 2012.

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 \$.04274 per cubic foot, which represents an increase of \$.00074 per cubic foot from the previous AGC of \$.04200.

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 \$.00102 per cubic foot. Bright's Propane's total AA is \$.00198 per cubic foot, which is a decrease of \$.00019 per cubic foot from the previous total AA of \$.00217 per cubic foot.
- 4. Bright's Propane's notice sets out \$.015 per cubic foot to recover overhead operating costs as approved in its tariff.
- 5. Bright's Propane's GCA is \$.05972 per cubic foot, which is an increase of \$.00055 per cubic foot from the previous rate of \$.05917 per cubic foot.
- 6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings on and after May 1, 2012.

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 May 1, 2012.
- 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 (F)

APR 2 4 2012

KENTUCKY PUBLIC SERVICE COMMISSION

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00100 DATED APR 2 4 2012

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 \$.05972 per cubic foot

Minimum Bill \$23.88

(First 400 Cubic feet or less)

Kathy Caton Heritage Propane dba Brights Propane P.O. Box 321 Burgin, KENTUCKY 40310