

*Martin Gas, Inc.*

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*Jed Weinberg*  
Manager

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April 8, 2007

Commonwealth of Kentucky  
Public Service Commission  
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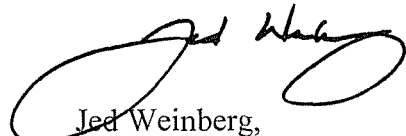
Re: Martin Gas, Inc.  
Case No. 2006-00504

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PUBLIC SERVICE  
COMMISSION

In response to Case No. 2006-00504 Martin Gas, Inc. acknowledges that the proposed increase in revenues from the former city of Hazard customers will result in a net loss for the test year as stated of \$47,775.

  
Jed Weinberg,  
Manager

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION FOR RATE ADJUSTMENT FOR ) CASE NO.  
MARTIN GAS, INC. ) 2006-00504

O R D E R

On November 30, 2006, Martin Gas, Inc. ("Martin") submitted its application requesting that the Commission approve an adjustment of rates pursuant to 807 KAR 5:076, the alternative rate filing procedure for small utilities. After curing noted deficiencies, the application was declared filed on January 9, 2007. Commission Staff, having performed a limited financial review of Martin's operations, has prepared the attached report containing Staff's findings and recommendations regarding the proposed rates. All parties should review the report carefully and submit any written comments on Staff's findings and recommendations or requests for a hearing or informal conference no later than 10 days from the date of this Order.

IT IS THEREFORE ORDERED that:

1. All parties shall, no later than 10 days from the date of this Order, submit written comments, if any, regarding the attached Staff Report or requests for a hearing or informal conference.
2. Martin shall, no later than 10 days from the date of this Order, submit in writing its acknowledgment that the proposed increase in revenues from the former city of Hazard customers will still result in a net loss for the test year of \$47,775.