

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF KENTUCKY FRONTIER)	CASE NO. 2011-00116
GAS, LLC D/B/A MIKE LITTLE GAS)	
COMPANY, INC.)	

ORDER

On October 22, 2003, in Case No. 2003-00141,¹ the Commission approved rates for Mike Little Gas Company, Inc. ("Mike Little"), and provided for their further adjustment in accordance with Mike Little's Gas Cost Adjustment ("GCA") clause.

On March 31, 2011, Mike Little filed its proposed GCA to be effective May 1, 2011.

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

1. Mike Little's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Mike Little's notice sets out an Expected Gas Cost ("EGC") of \$6.2898 per Mcf, which is a decrease of \$.0897 per Mcf from the previous EGC of \$6.3795 per Mcf.
3. Mike Little's notice sets out no current quarter Refund Adjustment ("RA") and it had no RAs from previous quarters.

¹ Case No. 2003-00141, Application of Mike Little Gas Company, Inc. for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC Oct. 22, 2003).

4. Mike Little's notice sets out a current quarter Actual Adjustment ("AA") of (\$.4860) per Mcf. Mike Little's total AA of \$.1046 per Mcf is a decrease of \$1.6072 per Mcf from the previous total AA of \$1.7118 per Mcf.

5. Mike Little's spread sheet contained an error in its GCA rate calculation, producing a proposed GCA rate of \$6.3943 per Mcf. Mike Little's correct GCA rate is \$6.3944 per Mcf, which is a decrease of \$1.6969 per Mcf from the previous rate of \$8.0913 per Mcf.

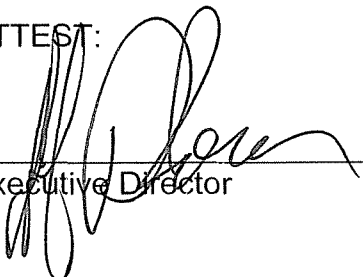
6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Mike Little on and after May 1, 2011.

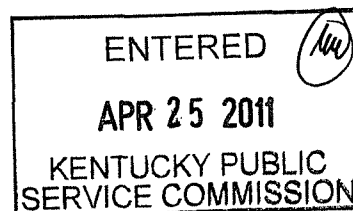
IT IS THEREFORE ORDERED that:

1. Mike Little's proposed rates are denied.
2. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after May 1, 2011.
3. Within 20 days of the date of this Order, Mike Little shall file its revised tariff sheets with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ATTEST:


Executive Director



APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00116 DATED **APR 25 2011**

The following rates and charges are prescribed for the customers in the area served by Mike Little Gas Company, 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.

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1 Mcf – Minimum Bill	\$5.50	\$ 6.3944	\$11.8944
Over 1 Mcf	\$4.3271	\$ 6.3944	\$10.7215

Dennis R Horner
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