COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)CASE NO.FILING OF MARTIN GAS, INC.)2015-00289

<u>ORDER</u>

On September 30, 1991, in Case No. 1990-00402, the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin").¹ In November 2004, Martin proposed and the Commission approved changes to its tariff that included, among other items, changes to its Gas Cost Adjustment clause. Those changes updated the methodology of calculating the components of the Gas Cost Recovery ("GCR") rate

On August 20, 2015, Martin filed its GCR rate application with rates to be effective October 1, 2015. Martin supplemented its application on August 31, 2015, by filing a corrected current quarter Actual Adjustment ("AA") but did not file a corrected proposed GCR rate.

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

1. Martin's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.

2. Martin's notice sets out an Expected Gas Cost ("EGC") of \$5.3022 per Mcf, which is an increase of \$.0180 per Mcf from its prior EGC of \$5.2842 per Mcf.

¹ Case No. 1990-00402, In the Matter of Application of Martin Gas, Inc. for Authority to Adjust Rates and to Extend Current Surcharge (Ky. PSC Sept. 30, 1991).

3. Martin's notice sets out no Refund Adjustment ("RA") for the current quarter and no total RA, which is no change from the prior total RA.

4. Martin's revised notice sets out a current quarter AA of (\$.0526) per Mcf. Martin's total AA is (\$.2334) per Mcf, which is a decrease of \$.1473 per Mcf from its previous total AA of (\$.0861) per Mcf.

5. Martin's notice sets out no Balance Adjustment.

6. Martin's corrected GCR rate is \$5.0688 per Mcf, which is a decrease of \$.1293 per Mcf from its previous GCR of \$5.1981 per Mcf.

7. The rates set forth in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Martin on and after October 1, 2015.

IT IS THEREFORE ORDERED that:

1. The rates originally proposed by Martin are denied.

2. The rates set forth in the Appendix to this Order are approved for service rendered on and after October 1, 2015.

3. Within 20 days of the date of this Order, Martin shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission ENTERED SEP 11 2015 KENTUCKY PUBL ERVICE COMMISSION

ATTES Executive Director

Case No. 2015-00289

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00289 DATED SEP 1 2015

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

RETAIL RATES:

	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
First Mcf Over 1 Mcf	\$4.3976 \$4.2808	\$5.0688 \$5.0688	\$9.4664 \$9.3496
Minimum Bill	\$9.4664		

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