

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	CASE NO.
FILING OF MARTIN GAS, INC.)	2016-00402

ORDER

On September 30, 1991, in Case No. 1990-00402,¹ the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin"). In November 2004, Martin proposed and the Commission approved through the tariff filing system changes to its tariff that included, among other items, changes to its Gas Cost Adjustment ("GCA") clause which were effective January 1, 2005. Those changes updated the methodology of calculating the components of the Gas Cost Recovery ("GCR") rate.

On November 22, 2016, Martin filed its GCR rate application with rates to be effective January 1, 2017.

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 \$4.8274 per Mcf, which is a decrease of \$.1307 per Mcf from its prior EGC of \$4.9581 per Mcf.
3. Martin's notice sets out no Refund Adjustment.

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).

4. Martin's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0472) per Mcf. Martin's total AA is (\$.4920) per Mcf, which is a decrease of \$.0194 per Mcf from its previous total AA of (\$.4726) per Mcf.

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

6. Martin's GCR rate is \$4.3354 per Mcf, which is a decrease of \$.1501 per Mcf from its previous GCR rate of \$4.4855 per Mcf.

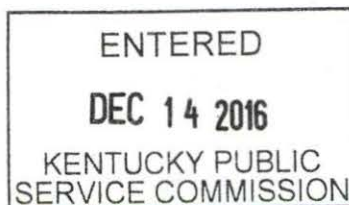
7. The rates proposed by Martin and set forth in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Martin on and after January 1, 2017.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Martin and set forth in the Appendix to this Order are approved for service rendered by Martin on and after January 1, 2017.

2. 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



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00402 DATED **DEC 14 2016**

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:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First Mcf	\$4.3976	\$4.3354	\$8.7330
Over 1 Mcf	\$4.2808	\$4.3354	\$8.6162
Minimum Bill	\$8.7330		

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