COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. FILING OF MARTIN GAS, INC.) 2017-00336

ORDER

On April 6, 2017, in Case No. 2016-00332,¹ the Commission approved rates for Martin Gas, Inc. ("Martin") and provided for their further adjustment in accordance with Martin's Gas Cost Adjustment clause.

On August 21, 2017, Martin filed its Gas Cost Recovery ("GCR") rate application with rates to be effective October 1, 2017. On September 5, 2017, Martin filed a supplement to its GCR application.

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

- Martin's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- Martin's notice sets out an Expected Gas Cost ("EGC") of \$5.2225 per
 Mcf, which is a decrease of \$.0507 per Mcf from its previous EGC of \$5.2732 per Mcf.
 - 3. Martin's notice sets out no Refund Adjustment.
- 4. Martin's notice sets out a current quarter Actual Adjustment ("AA") of \$.2287 per Mcf. Martin used an incorrect Previous Quarter AA of \$.1412 per Mcf. rather

¹ Case No. 2016-00332, Application of Martin Gas, Inc. for Rate Adjustment for Small Utilities Pursuant to 807 KAR 5:076, (Ky. PSC Apr. 6, 2017).

than the correct Previous Quarter AA of \$.0559 per Mcf in the calculation of its total AA.

Martin's corrected total AA is \$.2482 per Mcf, which is an increase of \$.5175 per Mcf
from its previous total AA of (\$.2693) per Mcf.

- Martin's notice sets out no Balance Adjustment.
- Martin's corrected GCR rate is \$5.4707 per Mcf, which is an increase of \$.4668 per Mcf from its previous GCR rate of \$5.0039 per Mcf.
- 7. The rate set forth in the Appendix to this Order is fair, just, and reasonable, and should be approved for service rendered by Martin on and after October 1, 2017.

IT IS THEREFORE ORDERED that:

- 1. The rate proposed by Martin is denied.
- The rate set forth in the Appendix to this Order is approved for service rendered by Martin on and after October 1, 2017.
- 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 14 2017

KENTUCKY PUBLIC SERVICE COMMISSION

Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00336 DATED SEP 1 4 2017

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>
Customer Charge	\$15.00		
All Mcf	\$4.9946	\$5.4707	\$10.4653

*Martin Gas, Inc. P. O. Box 783 Hindman, KY 41822

*Kevin Jacobs Martin Gas, Inc. P. O. Box 783 Hindman, KY 41822