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Caroline Pitt Clark
Commissioner

October 31, 2007

CERTIFICATE OF SERVICE

RE: Case No. 2007-00406
Bright's Propane Service Company

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on October 31, 2007.

A handwritten signature in black ink, appearing to read "Beth O'Donnell", written over a horizontal line.

Executive Director

BOD/rs
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST)	
ADJUSTMENT FILING OF)	CASE NO. 2007-00406
BRIGHT'S PROPANE SERVICE, INC.)	

O R D E R

On February 15, 1991, in Case No. 1990-00091,¹ the Commission approved rates for Bright's Propane Service, Inc. ("Bright's") and provided for their further adjustment on a quarterly basis in accordance with Bright's Gas Cost Adjustment ("GCA") clause.

On September 14, 2007, Bright's filed its proposed GCA to be effective November 1, 2007.

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

1. Bright's notice includes revised rates designed to pass on to its customers its expected change in wholesale propane costs.
2. Bright's notice sets out an Average Gas Cost ("AGC") component of \$.03039 per cubic foot, which is no change from the previous AGC of \$.03039.
3. Bright's notice sets out a current quarter Actual Adjustment ("AA") of \$0 per cubic foot. Bright's notice sets out a total AA of (\$.009835) per cubic foot. Bright's carried forward incorrect amounts for the previous quarters.² Correcting for this error produces a total AA of (\$.0010309) per cubic foot, which is no change from the previous total AA.

¹ Case No. 1990-00091, Jurisdictional Status of Bright's Propane Service, Inc.'s Propane Distribution System.

² The correct amounts are \$.1742 for the period February, March and April 2007 and (\$1.2051) per Mcf for the period November 2006, December 2006 and January 2007.

4. Bright's notice sets out no balancing adjustment.

5. Bright's notice sets out \$.015 per cubic foot to recover overhead operating costs as approved in its tariff.

6. Bright's gas cost adjustment ("GCA") is \$.04436 per cubic foot, which is no change from the previous rate of \$04436.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Bright's on and after November 1, 2007.

IT IS THEREFORE ORDERED that:

1. Bright's proposed rates are denied.

2. The rates in the Appendix, attached hereto and incorporated herein, are approved for final meter readings on and after November 1, 2007.

3. Within 20 days of the date of this Order, Bright's shall file with the Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 31st day of October, 2007.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00406 DATED October 31, 2007

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Service, 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.

RATES: Monthly

All Propane	\$.0443591 per cubic foot
Minimum Bill (First 400 Cubic feet or less)	\$ 17.74