

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)
ADJUSTMENT OF BELFRY)
GAS COMPANY, INC.) CASE NO. 2008-00493

ORDER

On October 11, 1993, in Case No. 1993-00111, the Commission approved rates for Belfry Gas Company, Inc. ("Belfry") and provided for their further adjustment in accordance with Belfry's gas cost adjustment ("GCA") clause.¹

On December 1, 2008, Belfry filed its GCA to be effective January 1, 2009.

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

1. Belfry's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Belfry's notice sets out an expected gas cost ("EGC") of \$8.2148 per Mcf, which is a decrease of \$3.4836 per Mcf from its prior EGC of \$11.6984.
3. Belfry's notice sets out no refund adjustment ("RA") for the current quarter. Belfry's notice sets out a total RA of (\$.0008) per Mcf, which is no change from the prior total RA of (\$.0008).

¹ Case No. 1993-00111, Adjustment of Rates of Belfry Gas Company, Incorporated and for Authority to Incur Additional Indebtedness.

4. Belfry's notice sets out a current quarter actual adjustment ("AA") of (\$.0015) per Mcf. Belfry's notice sets out a total AA of (\$.0808) per Mcf, which is a decrease of \$.0033 per Mcf from its previous total AA of (\$.0775).

5. Belfry's notice sets out no balance adjustment.

6. Belfry's GCA is \$8.1332 per Mcf, which is a decrease of \$3.4869 per Mcf from its previous rate of \$11.6201.

7. The rates in Appendix A to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Belfry on and after January 1, 2009.

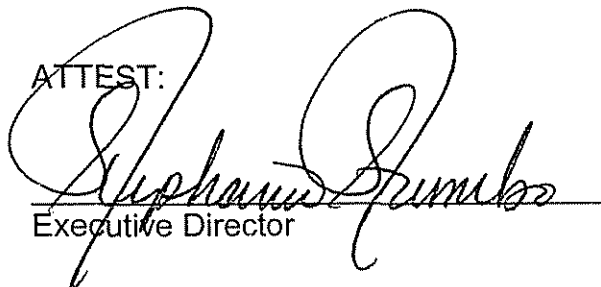
IT IS THEREFORE ORDERED that:

1. The rates in Appendix A, attached hereto and incorporated herein, are approved for billing for service rendered on and after January 1, 2009.

2. Within 20 days of the date of this Order, Belfry shall file with the Commission its revised tariff sheets setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 18th day of December, 2008.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00493 DATED DECEMBER 18, 2008

The following rates and charges are prescribed for the customers served by Belfry 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.

RETAIL RATES:

Monthly usage

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cubic feet (Minimum Bill)	\$4.2667	\$8.1332	\$12.3999
Over 1,000 cubic feet	\$2.7182	\$8.1332	\$10.8514

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