

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|--------------------------------|---|---------------------|
| THE NOTICE OF PURCHASED GAS |) | |
| ADJUSTMENT APPLICATION |) | |
| FOR HERITAGE PROPANE D/B/A |) | CASE NO. 2008-00545 |
| 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. and provided for their further adjustment on a quarterly basis in accordance with that entity's Gas Cost Adjustment ("GCA") clause. On March 5, 2008, Heritage Operating L.P. acquired the assets of Bright's Propane Service, Inc.,² adopted its tariff, and subsequently began providing service under the name Bright's Propane Service ("Bright's").³

On December 19, 2008, Bright's filed its proposed GCA to be effective February 1, 2009.

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.

¹ Case No. 1990-00091, Jurisdictional Status of Bright's Propane Service, Inc.'s Propane Distribution System (Ky. PSC Feb. 15, 1991).

² Case No. 2007-00494, The Joint Application of Heritage Operating L.P. and Bright's Propane Service, Inc. For Approval of Transfer and Acquisition of Assets and Certificates of Public Convenience (Ky. PSC Feb. 27, 2008).

³ See Certificate of Assumed Name (filed April 2, 2008) available at <http://apps.sos.ky.gov/business/obdb/obdbdisplayimage.aspx?id=3048332>.

2. Bright's notice sets out an Average Gas Cost ("AGC") component of \$.04463 per cubic foot, which is no change from the previous AGC of \$.04463.

3. Bright's notice sets out a current quarter Actual Adjustment ("AA") of \$0 per cubic foot. Bright's total AA is \$.00387 per cubic foot, which is \$.00026 less than the previous total AA of \$.00413.

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 GCA is \$.06350 per cubic foot, which is \$.00026 less than the previous rate of \$.06376.

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 February 1, 2009.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for final meter readings on and after February 1, 2009.

2. 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 26th day of January, 2009.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00545 DATED JANUARY 26, 2009

The following rates and charges are prescribed for the customers in the area served by Heritage Operating L/P D/B/A 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 | \$.06350 per cubic foot |
| Minimum Bill (First 400 Cubic feet or less) | \$ 25.40 |

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