COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)		
ADJUSTMENT APPLICATION)	CASE NO.	2009-00376
FOR HERITAGE PROPANE D/B/A)		
BRIGHT'S PROPANE SERVICE, INC.)		

ORDER

On February 15, 1991, in Case No. 1990-00091, the Commission approved rates for Bright's Propane Service, Inc. ("Bright's Propane") and provided for their further adjustment on a quarterly basis in accordance with Bright's Propane's Gas Cost Adjustment ("GCA") clause. On March 5, 2008, Heritage Propane acquired the assets of the former Bright's Propane and adopted Bright's Propane's tariffs.

On September 16, 2009, Bright's Propane filed its proposed GCA to be effective November 1, 2009. On October 2, 2009, Bright's Propane filed an amended rate change.

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

- 1. Bright's Propane's notice includes revised rates designed to pass on to its customers its expected change in wholesale propane costs.
- 2. Bright's Propane's amended notice sets out an Average Gas Cost ("AGC") component of \$.02412 per cubic foot, which is a decrease of \$.00323 per cubic foot from the previous AGC of \$.02735 per cubic foot.

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

- 3. Bright's Propane's amended notice sets out a current quarter Actual Adjustment ("AA") of (\$.0003860) per cubic foot. Bright's total AA is (\$.013462) per cubic foot, which is a decrease of \$.0003860 per cubic foot from the previous total AA of (\$.013076) per cubic foot.
 - 4. Bright's Propane's amended notice sets out no balancing adjustment.
- 5. Bright's Propane's amended notice sets out \$.015 per cubic foot to recover overhead operating costs as approved in its tariff.
- 6. Bright's Propane's GCA is \$.02566 per cubic foot, which is a decrease of \$.00361 per cubic foot from the previous rate of \$.02927 per cubic foot.
- 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 Propane on and after November 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 November 1, 2009.
- 2. Within 20 days of the date of this Order, Bright's Propane shall file with the Commission its revised tariffs setting out the rates authorized herein.

By the Commission

ENTERED

OCT 15 2009

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST

Executive Directo

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00376 DATED OCT 1 5 2009

The following rates and charges are prescribed for the customers in the area served by Heritage Propane 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 \$.02566 per cubic foot

Minimum Bill \$ 10.28

(First 400 cubic feet or less)

Kathy Caton CSR Heritage Propane P. O. Box 321 Burgin, KY 40310