

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of:

THE EFFECT OF PURCHASED GAS ADJUSTMENT)
CLAUSE ON RATES OF PEOPLES GAS COMPANY) CASE NO. 6716-G
OF KENTUCKY, RESULTING FROM INCREASE)
IN RATES BY THE SUPPLIER, THE WISER)
OIL COMPANY, IN CASE NO. 6870-D)

O R D E R

On April 20, 1977, the commission issued its Final Order in Case No. 6716 approving certain rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On February 12, 1980, the Applicant, Peoples Gas Company of Kentucky, notified the Commission that its supplier, Wiser Oil Company would increase its rates on and after March 1, 1980, and submitted with its motion certain information in compliance with this Commission's Order of April 20, 1977. The notice set out certain revisions in rates which are designed to increase the cost of natural gas in the amount of \$274,208, which is an increase of approximately 9.0 percent.

After reviewing this evidence of record and being advised, the Commission is of the opinion and finds:

1. That the Applicant's supplier has filed for increased rates and because the supplier did not meet the statutory notice requiring a twenty (20) days notice of a rate increase, said rates will become effective on and after March 2, 1980.

2. That the Applicant's adjustment in rates under the Purchased Gas Adjustment Clause approved by the Commission in its Order in Case No. 6716 dated April 20, 1977, are fair, just and reasonable and in the public interest and should be allowed to be effective subject to refund with gas supplied on and after March 2, 1980.

IT IS THEREFORE ORDERED that the rates including the proposed Purchased Gas Adjustment sought by the Applicant be and the same are hereby approved to be effective subject to refund with gas supplied on and after March 2, 1980, as set out in Appendix "A" attached hereto and made a part hereof.

IT IS FURTHER ORDERED that Peoples Gas Company shall maintain its records in such manner as will enable it, or the Commission, or any of its customers to determine the amount to be refunded and to whom due in the event a refund is ordered by the Commission.

IT IS FURTHER ORDERED that for the purpose of the future application of the Purchased Gas Adjustment Clause of the Applicant the Base Rate for purchased gas shall be:

	<u>Commodity</u>
Wiser Oil Company	
General Service	\$1.858 per MCF

IT IS FURTHER ORDERED that the information furnished this Commission by the Applicant on February 12, 1980, constitutes full compliance with the Commission's Order in Case No. 6716 and any other information ordinarily required to be filed under the Commission's Regulations is hereby waived.

IT IS FURTHER ORDERED that within thirty (30) days after the date of this Order Applicant shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky this 21st day of March, 1980.

ENERGY REGULATORY COMMISSION



For the Commission

ATTEST:

Secretary

APPENDIX "A"

APPENDIX TO AN ORDER OF THE KENTUCKY ENERGY
REGULATORY COMMISSION IN CASE NO. 6716-G DATED
MARCH 21, 1980

The following rates are prescribed for the customers in the area served by Peoples Gas Company. 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 date of this Order.

Rates: Monthly

Effective
Rates as of
this Order

General Service

ALL AREAS EXCEPT ONEIDA

First	2 MCF per Month	\$6.15
Next	4 MCF per Month	2.5015
Next	44 MCF per Month	2.4015
Next	350 MCF per Month	2.3515
All Over	400 MCF per Month	2.3015

ONEIDA AND ENVIRONS

First	2 MCF per Month	\$6.49
Next	4 MCF per Month	2.6715
Next	44 MCF per Month	2.5715
Next	350 MCF per Month	2.5215
All Over	400 MCF per Month	2.4715