

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of:

ESTABLISHMENT OF CERTAIN NATURAL)	
GAS PRICING POLICIES PURSUANT TO)	
THE NATURAL GAS POLICY ACT OF)	ADMINISTRATIVE
1978 - TARIFF FILING OF WESTERN)	CASE NO. 219
KENTUCKY GAS COMPANY)	

ORDER

On November 28, 1979, the Energy Regulatory Commission ("Commission") entered an Order, pursuant to KRS 278.180, requiring the filing of a tariff in accordance with the Natural Gas Policy Act of 1978 ("NGPA") and regulations of the Federal Energy Regulatory Commission ("FERC"), providing for billing of industrial boiler fuel usage at a rate corresponding to the alternate fuel price ceiling prescribed from month to month by the United States Department of Energy, and incorporating a procedure whereby any excess revenues so billed would be used to reduce the charges for all gas usage other than the non-exempt industrial boiler fuel usage.

On December 7, 1979, the Western Kentucky Gas Company (Western) filed its tariff pursuant to the Commission's Order, and on December 26, 1979, the Commission entered an Order approving said tariff to be effective January 1, 1980.

On January 13, 1981, Western filed with the Commission, pursuant to the provisions of the Incremental Pricing Rider of their gas tariffs (Sheet No. 15-A), 2nd Revised Sheet No. 15-C of their ERC Gas Tariff.

The filing set forth the unit credit which is to be applied to all gas usage other than usage subject to incremental pricing for the six-month period for February 1, 1981, through July 31, 1981.

The Commission, having reviewed the tariff and being fully advised is of the opinion and finds:

1. That the tariff filed herein is in compliance with the Commission's Order of November 28, 1979, is fair, just, reasonable, in the public interest and should be approved.

2. That the Applicant should maintain its records in such manner as will enable it, or the Commission, or any of its customers, to determine the amount of any under collection or over collection made by the Company.

IT IS THEREFORE ORDERED, that the tariff filing be and it hereby is approved, effective February 1, 1981. The page of the tariff filing hereby approved is:

2nd Revised Sheet No. 15-C

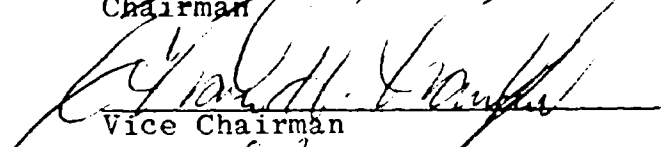
IT IS FURTHER ORDERED, that Western Kentucky Gas Company shall maintain its records in such manner as will enable it, or the Commission, or any of its customers, to determine the amount of any under collection or over collection made by the Company.

IT IS FURTHER ORDERED, that the rate filed for the period beginning August 1, 1981 shall be accompanied by a schedule showing the monthly billings in excess of the tariff rate, the amount refunded, and any over or under collection for the period January 1, 1979 through July 31, 1980 or the latest amount for which actual data is available.

Done at Frankfort, Kentucky, this the 2nd day of February, 1981.

ENERGY REGULATORY COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary