

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF THE ELAM)
UTILITY COMPANY FOR PURCHASED) CASE NO. 8178-A
GAS ADJUSTMENT OF RATES)

O R D E R

On September 21, 1981, the Commission issued its Order in Case No. 8178 approving certain adjustments in rates and providing, under certain conditions, for the further adjustments of such rates when the wholesale cost of gas is increased or decreased.

On September 25, 1981, Elam Utility Company ("Applicant") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission") effective September 1, 1981, and submitted with its notice certain information in compliance with this Commission's Order of September 21, 1981. The notice set out certain revisions in rates which the Applicant proposed to place in effect, said rates being designed to decrease the cost of gas to its customers in the amount of \$2,804.

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

(1) The Applicant's supplier, Transmission, has filed with the Federal Energy Regulatory Commission ("FERC") for decreased rates to become effective September 1, 1981.

(2) This decrease reflects Transmission's rates as filed with FERC on September 15, 1981, to be effective September 1, 1981.

(3) The Applicant's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 8178 dated September 21, 1981, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after the date the decreased cost of wholesale gas becomes effective.

IT IS THEREFORE ORDERED that said purchased gas adjustment sought by the Applicant and adjusted as aforesaid be and the same is hereby approved, as set out in Appendix A attached hereto and made a part hereof, to be effective with gas supplied on and after the date the decreased cost of wholesale gas becomes effective.

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>
Columbia Gas Transmission Corporation	
Schedule SGS	\$3.5726 Mcf

IT IS FURTHER ORDERED that the information furnished this Commission by Applicant on September 25, 1981, constitutes full compliance with the Commission's Order in Case No. 8178 and any other information ordinarily required to be filed under the Commission's regulations is hereby waived.

IT IS FURTHER ORDERED that within 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 October, 1981.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8178-A DATED
OCTOBER 21, 1981

The following rates are prescribed for the customers in the area served by Elam Utility 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.

RESIDENTIAL
RATES: Monthly

Customer Charge	\$4.00
First 11 Mcf	\$6.05
Over 11 Mcf	7.05

COMMERCIAL
RATES: Monthly

Customer Charge	\$5.00
All Mcf	6.05

Purchased Gas Adjustment Clause

<u>Supplier</u>	<u>Rate</u>
Columbia Gas Transmission Corporation	3.5726