

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MT.)	CASE NO.
OLIVET NATURAL GAS COMPANY,)	7800-V
INC.)	

O R D E R

On October 13, 1980, the Commission issued its Order in Case No. 7800 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On November 7, 1983, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective September 1, 1983, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

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

(1) Mt. Olivet's notice of November 7, 1983, set out certain revisions in rates which Mt. Olivet proposed to place into effect, said rates being designed to pass on the

wholesale decrease in price from its supplier in the amount of \$7,506 or 16.48 cents per Mcf.

(2) On July 29, 1983, Transmission filed an application with the Federal Energy Regulatory Commission for decreased rates to become effective September 1, 1983. On August 11, 1983, in Case No. 7800-U, Mt. Olivet requested permission to track Transmission's decrease. By Order issued August 22, 1983, the Commission approved Mt. Olivet's filing effective September 1, 1983. Subsequent to Mt. Olivet placing these rates into effect, Transmission filed revised tariffs on September 27, 1983, and October 27, 1983, to be effective September 1, 1983.

(3) Due to the retroactive nature of Transmission's decreases Mt. Olivet should report to the Commission any excess revenues collected during the period from September 1, 1983, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(4) Mt. Olivet's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 7800 dated October 13, 1980, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after September 1, 1983.

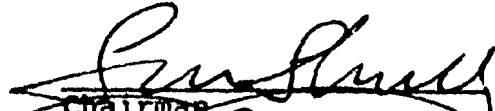


IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after September 1, 1983.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall report to the Commission any excess revenues collected during the period from September 1, 1983, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 22nd day of November, 1983.

PUBLIC SERVICE COMMISSION


Chairman

Vice Chairman

Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION TO CASE NO. 7800-V DATED NOVEMBER 22, 1983

The following rates and charges are prescribed for the customers served by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

First 1,000 cu. ft. or less	\$7.63 (Minimum Bill)
Next 4,000 cu. ft., per 1,000 cu. ft.	5.885
Next 5,000 cu. ft., per 1,000 cu. ft.	5.695
Next 10,000 cu. ft., per 1,000 cu. ft.	5.535
Over 20,000 cu. ft., per 1,000 cu. ft.	5.335

The base rates for the future application of the purchased gas adjustment clause of Mt. Olivet Natural Gas Company, Inc., shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.4212 per Dth
Columbia LNG Corporation	-	5.141 per Mcf
Transportation Charge	-	0.4701 per Dth