COMMONWEALTH OF RENTUCKY 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-CC
INC.)

ORDER

On October 13, 1930, 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 June 5, 1984, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that it had refunds due its customers. The refunds are the result of previous overcollections due to retroactive decreases by its supplier, Columbia Gas Transmission Corporation ("Transmission"). On July 3, 1984, Mt. Olivet filed revised exhibits in this case to correct a miscalculation in its original filing.

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

(1) Mt. Olivet has overcollections in the amount of \$142 that should be returned to its customers. The overcollections resulted from a rate decrease filed April 4, 1984, by Transmission, effective for gas supplied on and after March 1, 1984.

(2) A refund factor of 19 cents per Mcf should be used as a reduction in the purchased gas adjustment. The refund factor should remain in effect for 2 months or until such time as the full amount has been returned to Mt. Olivet's customers. The refund should begin with meter readings taken on July 1, 1984, or as soon as practical thereafter.

refund factor in the amount of 19 cents per Mcf as a reduction in the approved purchased gas adjustment beginning with meter readings taken on July 1, 1984, or as soon as practical thereafter, and this refund factor shall remain in effect until such time as necessary so that the total amount refunded will, as nearly as possible, reflect the amount received. The refund factor will terminate when the amount refunded equals the refund herein reported.

IT IS FURTHER ORDERED that within 30 days from the date the refund factor is terminated Mt. Olivet shall file with this Commission a summary statement showing a reconciliation of customer billings and the amount refunded.

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 refund factor authorized herein. All other rates and charges shall remain in full force and effect.

Done at Frankfort, Kentucky, this 17th day of July, 1984.

PUBLIC SERVICE COMMISSION

1 Charles Cuit

Commissioner

ATTEST:

Acting Secretary