

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF ELZIE)	CASE NO. 8546-O
NEELEY GAS COMPANY, INC.)	

O R D E R

On November 23, 1982, the Commission issued its Order in Case No. 8546 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 August 15, 1984, Elzie Neeley Gas Company, Inc., ("Elzie Neeley") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective September 1, 1984, 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) Elzie Neeley's notice of August 15, 1984, set out certain revisions in rates which Elzie Neeley proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$1,407 or 11.9 cents per Mcf.

(2) On August 9, 1984, Columbia notified Elzie Neeley of a wholesale increase in the cost of gas effective September 1, 1984.

(3) Elzie Neeley's notice of August 15, 1984, requested an effective date of September 1, 1984, for its proposed rates. Elzie Neeley's notice does not provide the 20-day notice as required by statute; therefore, the proposed rates should become effective on and after September 4, 1984.

(4) Elzie Neeley's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8546 dated November 23, 1982, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after September 4, 1984. This adjustment is subject to refund because Columbia's rates are subject to refund.

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 4, 1984, subject to refund.

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

Done at Frankfort, Kentucky, this 4th day of September, 1984.

PUBLIC SERVICE COMMISSION

Richard D. Demery
Chairman

Robert H. Logan, Jr.
Vice Chairman

Les Shuey
Commissioner

ATTEST:

Acting Secretary _____

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 8546-O DATED 9/4/84

The following rates and charges are prescribed for the customers served by Elzie Neeley 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 effective date of this Order.

RATES: Monthly

First 1 Mcf	\$8.23 Minimum Bill
Over 1 Mcf	7.24 Per Mcf

The base rate for the future application of the purchased gas adjustment clause of Elzie Neeley Gas Company, Inc., shall be:

Columbia Gas of Kentucky, Inc.	<u>Commodity</u>
	\$5.582 per Mcf