

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of:

THE NOTICE OF PURCHASED)	CASE NO.
GAS ADJUSTMENT FILING OF)	8568-L
PENDLETON COUNTY WATER)	and
DISTRICT, GAS DIVISION)	8568-M

O R D E R

On December 8, 1982, the Commission issued its Order in Case No. 8568 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 April 10, 1984, in Case No. 8568-L and April 16, 1984, in Case No. 8568-M, Pendleton County Water District, Gas Division, ("Pendleton") notified the Commission that its wholesale cost of gas would be decreased by its supplier Columbia Gas Transmission Corporation ("Transmission"), effective March 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) Pendleton's notices of April 10, and April 16, 1984, set out certain revisions in rates which Pendleton proposed to place into effect, said rates being designed to pass on the wholesale decrease in gas cost in the amount of 1.61 cents per Dth.

(2) On January 30, 1984, Transmission filed an application with the Federal Energy Regulatory Commission for rates to become effective March 1, 1984. On February 6, 1984, in Case No. 8568-J, Pendleton requested permission to track Transmission's rates. By Order issued February 16, 1984, the Commission approved Pendleton's filing effective March 1, 1984.

(3) On March 7, 1984, in Case No. 8568-K, Pendleton notified the Commission of a proposed decrease in rates to reflect the expiration of its contract with Columbia LNG Corporation. Pendleton would increase its purchases from Transmission to replace volumes formerly purchased under this contract. By Order issued March 30, 1984, the Commission approved Pendleton's decrease effective April 1, 1984.

(4) Subsequent to Pendleton placing rates authorized in Case Nos. 8568-J and 8568-K into effect, Transmission filed on April 4, 1984, revised tariffs to be effective March 1, 1984.

(5) Pendleton's notice of April 16, 1984, contains an error in the computation of revised rates effective April 1, 1984. The decrease should be 14.04 cents per Mcf rather than 16.4 as proposed.

(6) Due to the retroactive nature of Transmission's decrease, Pendleton should report to the Commission any excess revenues collected during the period from March 1, 1984, to the date the revised rates are implemented, along with a plan to refund any excess collections to its customers.

(7) Pendleton's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8568 dated December 8, 1982, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after March 1, 1984, and April 1, 1984, respectively.

IT IS THEREFORE ORDERED that the rates in the Appendixes to this Order be and they hereby are authorized effective with gas supplied on and after March 1, 1984, and April 1, 1984, respectively.

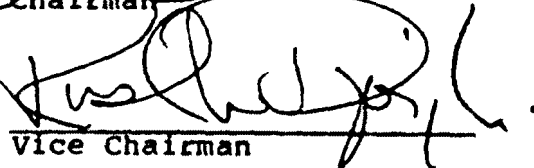
IT IS FURTHER ORDERED that within 30 days of the date of this Order Pendleton shall report to the Commission any excess revenues collected during the period from March 1, 1984, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

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

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

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Acting Secretary _____

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8568-L DATED 5/4/84

The following rates are prescribed for the customers served by Pendleton County Water District, Gas Division. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the date of this Order.

RATES: MONTHLY

RATES PER UNIT

Residential:

0 - 1 Mcf (Minimum Charge)	\$6.46 Per Month
1 - 2 Mcf	5.874 Per Mcf
2 - 6 Mcf	5.621 Per Mcf
Over 6 Mcf	5.571 Per Mcf

Commercial:

0 - 1 Mcf (Minimum Charge)	\$7.01 Per Month
1 - 20 Mcf	5.571 Per Mcf
20 - 30 Mcf	5.521 Per Mcf
30 - 40 Mcf	5.471 Per Mcf
40 - 50 Mcf	5.421 Per Mcf
Over 50 Mcf	5.371 Per Mcf

SMALL INDUSTRIAL:

All Mcf	\$5.3296 Per Mcf
---------	------------------

SPECIAL CONTRACTS:

Interruptible Service:

Griffin Industries, Inc.,	\$4.8606 Per Mcf
---------------------------	------------------

Firm Gas Service:

MAGO Construction Co., Inc.,	\$5.074 Per Mcf
------------------------------	-----------------

The above rates shall be effective with gas supplied on and after March 1, 1984, and shall supercede those approved in Case No. 8568-J.

For the purpose of the future application of the purchased gas adjustment clause of Pendleton County Water District, Gas Division, the base rate for purchased gas shall be:

Columbia Gas Transmission Corporation
Schedule SGS

Commodity

\$ 4.4530 Per Dth

APPENDIX B

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8568-M DATED 5/4/84

The following rates are prescribed for the customers served by Pendleton County Water District, Gas Division. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the date of this Order.

RATES: Monthly

Rates per Unit

Residential:

0 - 1 Mcf (Minimum Charge)	\$6.32 Per Month
1 - 2 Mcf	5.733 Per Mcf
2 - 6 Mcf	5.480 Per Mcf
Over 6 Mcf	5.430 Per Mcf

Commercial:

0 - 1 Mcf (Minimum Charge)	\$6.87 Per Month
1 - 20 Mcf	5.430 Per Mcf
20 - 30 Mcf	5.380 Per Mcf
30 - 40 Mcf	5.330 Per Mcf
40 - 50 Mcf	5.280 Per Mcf
Over 50 Mcf	5.230 Per Mcf

SMALL INDUSTRIAL:

All Mcf	\$5.189 Per Mcf
---------	-----------------

SPECIAL CONTRACTS:

Interruptible Service:

Griffin Industries, Inc.,	\$4.720 Per Mcf
---------------------------	-----------------

Firm Gas Service:

MAGO Construction Co., Inc.,	\$4.933 Per Mcf
------------------------------	-----------------

The above rates shall be effective with gas supplied on and after April 1, 1984, and shall supercede those approved in Case No. 8568-R.

For the purpose of the future application of the purchased gas adjustment clause of Pendleton County Water District, Gas Division, the base rate for purchased gas shall be:

Commodity

Columbia Gas Transmission Corporation
Schedule SGS

\$4.4530 Per Dth