

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MIKE) CASE NO. 8799-E
LITTLE GAS COMPANY, INC.)

O R D E R

On September 27, 1983, the Commission issued its Order in Case No. 8799 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 October 15, 1984, Mike Little Gas Company, Inc., ("Mike Little") notified the Commission that it has received a refund from Kentucky West Virginia Gas Company ("Kentucky West"). The refund is the result of a retroactive rate reduction ordered by the Federal Energy Regulatory Commission effective November 1, 1983, with the Stipulation and Agreement in Docket No. TA 84-1-46-004.

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

1. Mike Little has received a refund in the amount of \$13,016 from its supplier, Kentucky West.

2. Mike Little proposed to reduce the amount to be refunded by \$1,629. This amount reflects \$1,464 that was applicable to

sales that would not be billed until the December billing period. The remaining \$165 reflects Mike Little's costs to process this refund.

3. A refund factor of 55 cents per Mcf should be used as a reduction in the purchased gas adjustment.

4. The refund factor should remain in effect for 3 months or until such time as the full amount plus interest has been returned to Mike Little's customers.

5. The refund should begin with bills rendered on and after October 1, 1984, or as soon as practical thereafter.

IT IS THEREFORE ORDERED that Mike Little shall apply a refund factor in the amount of 55 cents per Mcf as a reduction in the approved purchased gas adjustment beginning with bills rendered on and after October 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 \$11,387 amount. The refund factor will terminate when the amount refunded equals the refund herein reported plus interest.

IT IS FURTHER ORDERED that within 30 days from the date the refund factor is terminated Mike Little 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 Mike Little 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 19th day of October, 1984.

PUBLIC SERVICE COMMISSION

Richard D. Hemmery
Chairman

Robert L. ...
Vice Chairman

Lee ...
Commissioner

ATTEST:

Secretary