COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

NOTICE OF PURCHASED GAS) ADJUSTMENT FILING OF AUXIER) CASE NO. 8768-0 ROAD GAS COMPANY, INC.)

$\underline{O} \quad \underline{R} \quad \underline{D} \quad \underline{E} \quad \underline{R}$

On September 16, 1983, the Commission issued its Order in Case No. 8768 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 July 12, 1985, Auxier Road Gas Company, Inc., ("Auxier") notified the Commission that its wholesale cost of gas had been decreased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective July 1, 1985, 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) Auxier's notice of July 12, 1985, set out certain revisions in rates which Auxier proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$20,490 or 34.7 cents per Mcf.

(2) Auxier's wholesale cost of gas was decreased by Columbia effective July 1, 1985.

(3) Auxier's notice of July 12, 1985, requested an effective date of July 4, 1985. The effective date should be July 1, 1985, to coincide with Columbia's decrease.

(4) Auxier's notice of July 12, 1985, contained an error in the calculation of the proposed rates. The change in rates should have reflected a decrease rather than an increase as proposed.

(5) Auxier should report to the Commission any excess revenues collected during the period from July 1, 1985, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(6) Auxier's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8768 dated September 16, 1983, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after July 1, 1985.

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 July 1, 1985.

IT IS FURTHER ORDERED that within 30 days of this Order Auxier shall report to the Commission any excess revenues collected during the period from July 1, 1985, to the date the proposed rates are implemented, along with a plan to refund any excess collections.

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

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Done at Frankfort, Rentucky, this 9th day of August, 1985. PUBLIC SERVICE COMMISSION

Rihad D. Henn Chairman ١ Vice Chairman

did not participate ______

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8768-0 DATED 8/9/85

The following rates and charges are prescribed for the customers served by Auxier Road 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	1,000	cu.	ft.	\$7.692	Minimum 1	3111	
All Over	1,000	cu.	ft.	6.892	per 1,00) cu.	ft.

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

Commodity

Columbia Gas of Kentucky, Inc. \$4.576 per Mcf