

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MARTIN) CASE NO. 9291-B
GAS, INC.)

O R D E R

On December 20, 1985, the Commission issued its Order in Case No. 9291 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 September 9, 1986, the court-appointed receiver of Martin Gas, Inc., ("Martin") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective September 1, 1986, 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) Martin's notice of September 9, 1986, set out certain revisions in rates which Martin proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$1,204 or 2.36 cents per Mcf.

(2) Martin's wholesale cost of gas was decreased by Columbia effective September 1, 1986.

(3) Martin's proposed rates were incorrect in that the monthly rate for usage over one Mcf did not include the adjustment for the decrease filed in Martin's notice of September 9, 1986. Also, the allowance of 5 percent for line loss was incorrectly added to the decrease instead of subtracted. The correct rates are reflected in the Appendix to this Order.

(4) Martin should report to the Commission any excess revenues collected during the period from September 1, 1986, to the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after September 1, 1986.

(2) Within 30 days of this Order Martin shall report to the Commission any excess revenues collected during the period from September 1, 1986, to the date the proposed rates are implemented, along with a plan to refund any excess collections.

(3) Within 30 days of the date of this Order Martin shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 26th day of September, 1986.

PUBLIC SERVICE COMMISSION

Richard D. Hemmings
Chairman

R. W. [Signature]
Vice Chairman

Spencer D. Williams
Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9291-B DATED 9/26/86

The following rates and charges are prescribed for the customers served by Martin Gas, 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	\$6.0492 Per Mcf
Over 1 Mcf	\$5.9492 Per Mcf

Minimum Bill

The minimum bill shall be \$6.05

Temporary Surcharge \$3.12

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

Commodity

Columbia Gas of Kentucky, Inc.	\$4.379 per Mcf
Southeastern Gas Company	\$0.140 per Mcf