COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS

ADJUSTMENT FILING OF BELFRY

GAS, INC.

) CASE NO. 7341-GG
)

ORDER

on July 19, 1979, the Commission issued its Order in Case No. 7341 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 4, 1988, Belfry Gas, Inc., ("Belfry") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective September 1, 1988, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") 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) Belfry's notice of August 4, 1988 set out certain revisions in rates which Belfry proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$25,239 or 33 cents per Mcf.

- (2) Transmission applied with the Federal Energy Regulatory Commission for increased rates to become effective September 1, 1988. These rates are subject to refund, so Belfry's are subject to refund.
- (3) Belfry's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 7341, dated July 19, 1979 is fair, just, and reasonable and in the public interest and should be effective with gas supplied on and after September 1, 1988, subject to refund.

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, 1988, subject to refund.
- (2) Within 30 days of the date of this Order Belfry shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 24th day of August, 1988.

PUBLIC SERVICE COMMISSION

Vice Chairman

Vice Chairman

Vice Chairman

Vice Chairman

Vice Chairman

Vice Chairman

ATTEST:

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 7341-GG DATED 8/24/88

The following rates are prescribed for the customers served by Belfry 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 date of this Order.

RATES: Monthly

First 1,000 cu. ft. Over 1,000 cu. ft. \$7.53 Minimum Bill 5.02 per 1,000 cu. ft.

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

Commodity

Columbia Gas Transmission Corporation \$3.7241 per Mcf Schedule SGS