

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF BELFRY) CASE NO. 89-068-D
GAS, INC.)

O R D E R

On September 25, 1989, the Commission issued its Order in Case No. 89-068 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 November 28, 1989, Belfry Gas, Inc. ("Belfry") notified the Commission that its wholesale cost of gas was increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective November 1, 1989, 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 otherwise sufficiently advised, the Commission finds that:

(1) Belfry's notice of November 28, 1989 set out a wholesale increase in price from its supplier in the amount of \$9,703 or 11.62 cents per Mcf. These amounts were calculated based on rates

denied in Case No. 89-068-C.¹ The actual amount of increase from rates currently in effect should be \$8,985 or 10.76 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for increased rates to become effective November 1, 1989. Belfry requested a waiver of the 30-day filing requirement. Pursuant to KRS 278.180, upon Belfry's showing of good cause, Belfry's effective date for the increase should be December 18, 1989. Transmission's rates are subject to refund; therefore, Belfry's rates should be 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. 89-068 dated September 25, 1989 is fair, just, and reasonable and in the public interest and should be effective with gas supplied on and after December 18, 1989, subject to refund.

IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after December 18, 1989, subject to refund.

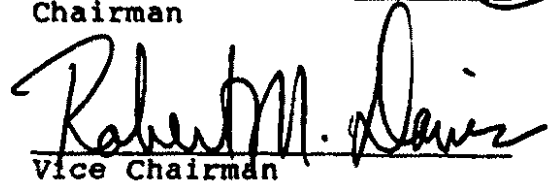
(2) Within 30 days of the date of this Order, Belfry shall file with this Commission its revised tariffs setting out the rates authorized herein.

¹ Case No. 89-068-C, The Notice of Purchased Gas Adjustment Filing of Belfry Gas, Inc., Order issued December 1, 1989.

Done at Frankfort, Kentucky, this 13th day of December, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION
IN CASE NO. 89-068-D DATED 12/13/89

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.	\$8.2458 Minimum Bill
Over 1,000 cu. ft.	6.4558 Per 1,000 Cu. Ft.

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

	<u>Commodity</u>
Columbia Gas Transmission Corporation	\$4.2066 per Mcf

A surcharge in the amount of \$3.24 per month shall be applied to each customer served for a period of 5 years.