

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST ADJUSTMENT)
FILING OF BURKESVILLE GAS) CASE NO. 90-290-K
COMPANY, INC.)

O R D E R

On October 28, 1992, in Case No. 90-290, the Commission required Burkesville Gas Company, Inc. ("Burkesville") to file a quarterly gas cost adjustment ("GCA") clause to ensure that its rates reflect its most current cost of gas.

On April 2, 1996, Burkesville filed its GCA to be effective from May 1, 1996 to August 1, 1996.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Burkesville's notice proposed revised rates designed to pass on expected increased wholesale gas cost to its customers. Burkesville's expected gas cost ("EGC") is \$4.213 per Mcf.

2. Burkesville had no supplier refunds. Its notice set out no refund adjustment.

3. Burkesville's notice set out a current quarter actual adjustment ("AA") of 4.8 cents per Mcf to collect under-recovered gas cost from November and December 1995 and January 1996. The total AA of (2.6) cents per Mcf reflects the current under-

collection as well as under- and over-collections from previous quarters.

4. These adjustments produce a gas cost recovery rate of \$4.187 per Mcf, 16.9 cents more than the prior rate.

5. The rate adjustment in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be effective for service rendered on and after May 1, 1996.

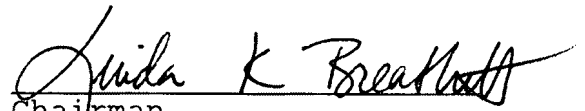
IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are fair, just, and reasonable and are effective for service rendered on and after May 1, 1996.

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

Done at Frankfort, Kentucky, this 29th day of April, 1996.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 90-290-K DATED APRIL 29, 1996

The following rates and charges are prescribed for the customers served by Burkesville 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 date of this Order.

RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$3.524	\$4.187	\$7.711
Industrial	2.524	4.187	6.711