

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF JOHNSON)	CASE NO. 99-155-G
COUNTY GAS COMPANY, INC.)	

ORDER

On September 1, 1999, in Case No. 99-155, the Commission approved rates for Johnson County Gas Company, Inc. ("Johnson County") and provided for their further adjustment in accordance with Johnson County's gas cost adjustment ("GCA") clause.

On September 4, 2001, Johnson County filed its GCA to be effective October 1, 2001. As this filing results in a rate decrease, the 30-day notice requirement set out in KRS 278.180(1) is not controlling since KRS 278.180(2) permits a rate decrease to be implemented within a lesser period of time.

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

1. Johnson County's notice includes revised rates designed to pass on to its customers its expected decrease in wholesale gas costs. Johnson County's proposed expected gas cost ("EGC") is \$4.7421, 73.50 cents per Mcf less than the previously approved EGC of \$5.4771.
2. Johnson County's notice sets out no refund adjustment.
3. Johnson County's notice sets out a current quarter actual adjustment ("AA") of (.77) cent per Mcf. Johnson County incorrectly calculated its current quarter AA. Correcting for this error produces a current quarter AA of (3.18) cents per Mcf.

Johnson County's notice sets out a total AA of (5.6) cents per Mcf. Correcting for the current quarter AA produces a total AA of (8.01) cents per Mcf, which is 3.18 cents per Mcf less than the previous rate.

4. Johnson County's notice sets out no balancing adjustment ("BA"). Johnson County's notice sets out no total BA either.

5. Johnson County's gas cost recovery rate is \$4.6620 per Mcf, which is 76.68 cents per Mcf less than the previous rate of \$5.4288.

6. Johnson County's adjustment in rates is fair, just, and reasonable, in the public interest, and should be approved for service rendered by Johnson County on and after October 1, 2001.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after October 1, 2001.

2. Within 20 days of the date of this Order, Johnson County shall file with the Commission its revised tariffs setting out the rates approved herein.

Done at Frankfort, Kentucky, this 25th day of September, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX
APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 99-155-G DATED SEPTEMBER 25, 2001

The following rates and charges are prescribed for the customers in the area served by Johnson County 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:

Residential

<u>Monthly</u>	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total Rate</u>
Minimum Bill 0-1 Mcf	\$6.9542	\$4.6620	\$11.6162
All additional Mcf	\$5.9542	\$4.6620	\$10.6162

Commercial

<u>Monthly</u>			
All Mcf	\$6.3042	\$4.6620	\$10.9662