COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST ADJUSTMENT) CASE NO. FILING OF BRIGHT S PROPANE SERVICE, INC.) 2002-00087

ORDER

On February 15, 1991, in Case No. 90-091, the Commission approved rates for Bright's Propane Service, Inc. (Bright's) and provided for their further adjustment on a quarterly basis in accordance with Bright's gas cost adjustment (GCA) clause.

On March 19, 2002, Bright's filed its proposed GCA to be effective May 1, 2002.

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

- Bright's notice includes revised rates designed to pass on to its customers its
 expected change in wholesale propane costs. Bright's Average Gas Cost component
 (AGC) is 1.762 cent per cubic foot.
- 2. Bright's notice sets out a current quarter actual adjustment (AA) of (.224) cent per cubic foot. Bright's notice sets out a total AA of (.224) cent per cubic foot. Bright's proposed total AA did not include the second and third prior quarter AAs. Correcting for this produces a total AA of (.242) cent per cubic foot, which is a decrease of .411 cent per cubic foot from the previous total AA.
 - 3. Bright s notice sets out no balancing adjustment.
- 4. Bright s notice sets out 1.5 cents per cubic foot to recover overhead operating costs as approved in its tariff.

5. Bright's GCA is 3.02 cents per cubic foot, which is .284 cent per cubic foot less than the previous rate of 3.304.

6. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for final meter readings by Bright's on and after May 1, 2002.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are

approved for final meter readings on and after May 1, 2002.

2. Within 20 days of the date of this Order, Bright's shall file with this

Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 22nd day of April, 2002.

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00087 DATED April 22, 2002

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Service, 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

All Propane \$.0302 per cubic foot

Minimum Bill \$ 12.08

(First 400 Cubic feet or less)