

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF JOHNSON)	CASE NO. 2004-00345
COUNTY GAS COMPANY, INC.)	

ORDER

On September 1, 1999, in Case No. 1999-00155, 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.¹

On September 1, 2004, Johnson County filed its proposed GCA to be effective October 1, 2004.

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 change in wholesale gas costs.
2. Johnson County proposes an expected gas cost (“EGC”) of \$8.2737, which is 86.67 cents per Mcf less than the previously approved EGC of \$9.1404.
3. Johnson County’s notice sets out no refund adjustment.

¹ Case No. 1999-00155, Application of Johnson County Gas Company, Inc. for a Rate Adjustment Pursuant to the Alternative Rate Filing Procedure for Small Utilities, Order dated September 1, 1999.

4. Johnson County's notice sets out a current quarter actual adjustment ("AA") of 5.83 cents per Mcf. Johnson County's notice sets out a total AA of (9.06) cents per Mcf, which is 12.55 cents per Mcf more than the previous total AA.

5. Johnson County's notice sets a current quarter balancing adjustment ("BA") of 16.29 cents per Mcf. Johnson County's notice sets a total BA of 16.69 cents per Mcf, which is 14.74 cents per Mcf more than the previous total BA.

6. Johnson County's gas cost recovery rate is \$8.35 per Mcf, which is 59.38 cents per Mcf less than the previous rate of \$8.9438.

7. Johnson County's adjustment in rates is fair, just, and reasonable, and should be approved for billing for service rendered by Johnson County on and after October 1, 2004.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after October 1, 2004.

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 29th day of September, 2004.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2004-00345 DATED September 29, 2004

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	\$8.35	\$15.3042
All additional Mcf	\$5.9542	\$8.35	\$14.3042

Commercial

<u>Monthly</u>			
All Mcf	\$6.3042	\$8.35	\$14.6542