COMMONWEALTH OF KENTUCKY

BEFORE THE ENERGY REGULATORY COMMISSION

* * * * *

In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MT.) CASE NO. 6005-Y
OLIVET NATURAL GAS COMPANY, INC.)

ORDER

On March 29, 1974, the Commission issued its Final Order in Case No. 6005, 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.

On June 3, 1980, the Applicant notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation (Transmission), effective June 1, 1980, and submitted with its Notice certain information in compliance with this Commission's Order of March 29, 1974. The Notice set out certain revisions in rates which the Applicant proposed to place in effect, said rates being designed to decrease the cost of natural gas of its supplier in the amount of \$4,552.

After reviewing this evidence of record and being advised, the Commission is of the opinion and finds:

- 1. That the Applicant's supplier, Transmission, has filed with the FERC for decreased rates to become effective June 1, 1980.
- 2. That this decrease reflects Transmission's rates as filed with FERC on May 23, 1980, and to be effective June 1, 1980.
- 3. That the Applicant's adjustment in rates under the Purchased Gas Adjustment Clause approved by the Commission in its Order in Case No. 6005 dated March 29, 1974, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after the date the decreased cost of wholesale gas becomes effective.

IT IS THEREFORE ORDERED that said Purchased Gas Adjustment sought by the Applicant and adjusted as aforesaid mentioned be and the same is hereby approved to be effective with gas supplied on and after the date the decreased cost of wholesale gas becomes

effective ("acceptance" by FERC) as set out in Appendix "A" attached hereto and made a part hereof.

IT IS FURTHER ORDERED that for the purpose of the future application of the Purchased Gas Adjustment Clause of the Applicant the Base Rate for purchased gas shall be:

	<u>Demand</u>	Commodity
Columbia Gas Transmission Corporation	-	\$2.5579
Columbia LNG Corporation	-	4.4309*
*Includes Transportation Charge of \$0.22	29.	

IT IS FURTHER ORDERED that the information furnished this Commission by Applicant on June 3, 1980, constitutes full compliance with the Commission's Order in Case No. 6005, and any other information ordinarily required to be filed under the Commission's Regulations is hereby waived.

IT IS FURTHER ORDERED that within thirty (30) days after the date the decreased cost of wholesale gas becomes effective, Applicant shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 11th day of July, 1980.

For the Commission

ENERGY REGULATORY COMMISSION

ATTEST:

Secretary

APPENDIX "A"

APPENDIX TO AN ORDER OF THE ENERGY REGULATORY COMMISSION IN CASE NO. 6005-Y DATED JULY 11, 1980

The following rates are prescribed for the customers in the area served by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES:	Monthly	
First	1,000 cu. ft. or less	\$5.07 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	3.58
Next	5,000 cu. ft. per 1,000 cu. ft.	3.38
Next	10,000 cu. ft. per 1,000 cu. ft.	3.23
Over	20,000 cu. ft. per 1,000 cu. ft.	3.03