COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS) ADJUSTMENT FILING OF ELAM) CASE NO. 8178-0 UTILITY COMPANY)

ORDER

On September 21, 1981, the Commission issued its Order in Case No. 8178 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 or a refund is received.

On May 17, 1983, Elam Utility Company ("Elam") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective April 1, 1983, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Elam's notice of May 17, 1983, set out certain revisions in rates which Elam proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$859 or 1.67 cents per Mcf. (2) Transmission has filed an application for increased rates to become effective April 1, 1983, with the Federal Energy Regulatory Commission.

(3) Elam's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8178 dated September 21, 1981, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after June 6, 1983, subject to refund. This adjustment is subject to refund because Transmission's increase is subject to refund.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after June 6, 1983, subject to refund.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Blam shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 31st day of May, 1983.

PUBLIC SERVICE COMMISSION

ATTEST :

Secretary

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8178-0 DATED May 31, 1983.

The following rates and charges are prescribed for the customers served by Elam Utility Company. 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

RESIDENTIAL

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Customer Charge	\$ 4.00
First 11 Mcf	7.66 per Mcf
Over 11 Mcf	8.66 per Mcf
COMMERCIAL	
Customer Charge	\$ 5.00
All Mcf	7.66 per Mcf

The base rates for the future application of the purchased gas adjustment clause of Elam Utility Company shall be:

	Demand	Commodity
Columbia Gas Transmission Corporation	-	\$5.1431 per Mcf
Capitol 011 and Gas		3.95 per Mcf