

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|--------------------------|---|------------------|
| THE NOTICE OF PURCHASED |) | |
| GAS ADJUSTMENT FILING OF |) | CASE NO. 8568-00 |
| PENDLETON COUNTY WATER |) | |
| DISTRICT, GAS DIVISION |) | |

O R D E R

On December 8, 1982, the Commission issued its Order in Case No. 8568 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 August 11, 1987, Pendleton County Water District, Gas Division, ("Pendleton") notified the Commission that it received a increase in rates from its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective May 11, 1987, 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:

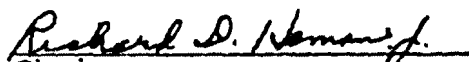
(1) The rates proposed by Pendleton have been superseded by subsequent rate changes for which Transmission has applied with the Federal Energy Regulatory Commission. Pendleton's proposed rates would, therefore, not be placed into effect and should be denied.


IT IS THEREFORE ORDERED that:

(1) The rates proposed by Pendleton be and they hereby are denied.

Done at Frankfort, Kentucky, this 31st day of August, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director