

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING) CASE NO. 2009-00095
OF AUXIER ROAD GAS COMPANY, INC.)

ORDER

On April 10, 1991, in Case Nos. 10288-D and 10288-E, the Commission approved the Gas Cost Adjustment (“GCA”) Clause of Auxier Road Gas Company, Inc. (“Auxier”) allowing for the quarterly adjustment of its rates.¹

On February 27, 2009, Auxier filed its proposed GCA to be effective April 1, 2009.

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

1. Auxier’s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Auxier’s notice sets out an Expected Gas Cost (“EGC”) of \$7.2835 per Mcf, which is a decrease of \$2.3716 per Mcf from its prior EGC of \$9.6551.
3. Auxier’s notice sets out no current refund adjustment.
4. Auxier’s notice sets out a current quarter Actual Adjustment (“AA”) of (\$1.6202) per Mcf. Auxier’s total AA is (\$2.8393) per Mcf, which is a decrease of \$1.0719 per Mcf from its previous total AA of (\$1.7674).

¹ Case Nos. 10288-D and 10288-E, Notice of Purchased Gas Adjustment Filing of Auxier Road Gas Company, Inc. (Ky. PSC, April 10, 1991)

5. Auxier's notice sets out a current quarter Balance Adjustment ("BA") of \$.031 per Mcf. Auxier's notice also sets out a total BA of \$.031 per Mcf. The current and all three previous quarters' BAs should be \$0; the previous quarters' AAs upon which these BAs were based had all been combined into one 24-month AA which will expire March 3, 2010. Auxier will not need to file for a BA to place into rates until it makes its GCA filing for rates to be effective July 1, 2010. Any under/over-recoveries resulting from BAs previously placed into effect related to those superseded AAs will be corrected in the GCA for rates to be effective July 1, 2010. The total BA of \$0 is an increase of \$.0014 per Mcf from its previous total BA of (\$.0014).

6. Auxier's gas cost recovery rate is \$4.4442 per Mcf, which is a decrease of \$3.4421 per Mcf from its previous rate of \$7.8863.

7. The rates in the Appendix to this Order are fair, just and reasonable, and should be approved for billing for service rendered by Auxier on and after April 1, 2009.

IT IS THEREFORE ORDERED that:

1. Auxier's proposed rates are denied.
2. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after April 1, 2009.
3. Within 20 days of the date of this Order, Auxier shall file with this Commission its revised tariff sheets setting out the rates approved herein.

By the Commission

ENTERED
MAR 31 2009 *AL*
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00095 DATED **MAR 3 1 2009**

The following rates and charges are prescribed for the customers served by Auxier Road 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:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First Mcf (Minimum Bill)	\$ 5.11	\$4.4442	\$9.5542
All Over 1 Mcf	\$ 4.2599	\$4.4442	\$8.7041

Kimberly R Crisp
Auxier Road Gas Company, Inc.
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