

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. 2012-00511
FILING OF MARTIN GAS, INC.)

ORDER

On September 30, 1991, in Case No. 1990-00402, the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin").¹ In November 2004, Martin proposed, and the Commission approved, changes to its tariff that included, among other items, changes to its Gas Cost Adjustment ("GCA") clause. Those changes updated the methodology of calculating the components of the GCA.

On November 29, 2012, Martin filed a GCA for rates to be effective January 1, 2013.

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

1. Martin's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Martin's notice sets out an Expected Gas Cost ("EGC") of \$5.0831 per Mcf, which represents a decrease of \$.0563 from its prior EGC of \$5.1394 per Mcf.
3. Martin's notice sets out no Refund Adjustment ("RA") for the current quarter and no total RA, which is no change from the prior total RA.

¹ Case No. 1990-00402, In the Matter of Application of Martin Gas, Inc. for Authority to Adjust Rates and to Extend Current Surcharge (Ky. PSC Sept. 30, 1991).

4. Martin's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0159) per Mcf. Martin's total AA is (\$.0399) per Mcf, representing a decrease of \$.0248 per Mcf from the previous quarter total AA of (\$.0151) per Mcf.

5. Martin's notice sets out no Balance Adjustment.

6. Martin's GCA is \$5.0432 per Mcf, which is a decrease of \$.0811 per Mcf from its previous rate of \$5.1243 per Mcf.

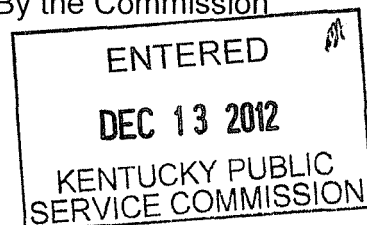
7. The rates in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Martin on and after January 1, 2013.

IT IS THEREFORE ORDERED that:

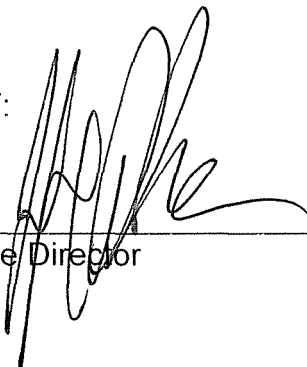
1. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after January 1, 2013.

2. Within 20 days of the date of this Order, Martin shall file its revised tariff sheets with the Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00511 DATED DEC 13 2012

The following rates and charges are prescribed for the customers served by Martin Gas, 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 effective date of this Order.

RETAIL RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First Mcf	\$4.3976	\$5.0432	\$9.4408
Over 1 Mcf	\$4.2808	\$5.0432	\$9.3240
Minimum Bill	\$9.4408		

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