

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED)
GAS ADJUSTMENT FILING OF) CASE NO. 8568-HH
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 February 10, 1987, Pendleton County Water District, Gas Division, ("Pendleton") notified the Commission that it will receive a decrease in rates from its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective March 1, 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) Pendleton's notice of February 10, 1987, set out certain revisions in rates which Pendleton proposes to place into effect, said rates being designed to pass on a wholesale decrease in rates from its supplier in the amount of \$14,959 or 8.54 cents per Mcf.

(2) Transmission filed an application for decreased rates with the Federal Energy Regulatory Commission to become effective March 1, 1987.

(3) Pendleton's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order of December 8, 1982, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after March 1, 1987.

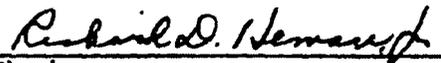
IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after March 1, 1987.

(2) Within 30 days of the date of this Order Pendleton shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 2nd day of March, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8568-HH DATED 3/2/87

The following rates are prescribed for the customers served by Pendleton County Water District, Gas Division. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the date of this Order.

RATES: MONTHLY

RATES PER UNIT

Residential:

0 - 1 Mcf (Minimum Charge)	\$5.79	Per Month
1 - 2 Mcf	5.4463	Per Mcf
2 - 6 Mcf	5.4210	Per Mcf
Over 6 Mcf	5.4160	Per Mcf

Commercial:

0 - 1 Mcf (Minimum Charge)	\$6.36	Per Month
1 - 20 Mcf	5.4160	Per Mcf
20 - 30 Mcf	5.4110	Per Mcf
30 - 40 Mcf	5.4060	Per Mcf
40 - 50 Mcf	5.4010	Per Mcf
Over 50 Mcf	5.3960	Per Mcf

SMALL INDUSTRIAL:

All Mcf	\$4.6647	Per Mcf
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SPECIAL CONTRACTS:

Firm Gas Service:

MAGO Construction Co., Inc.,	\$4.4584	Per Mcf
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For the purpose of the future application of the purchased gas adjustment clause of Pendleton County Water District, Gas Division, the base rate for purchased gas shall be:

Commodity

Columbia Gas Transmission Corporation
Schedule SGS

\$3.9424 Per Dth