

**JOHNSON COUNTY GAS COMPANY**

**P.O. Box 447**

**Betsy Layne, Kentucky 41605**

**Phone (606)789-5481**

**Fax(606)478-5266**

**Email: [budri@mikrotec.com](mailto:budri@mikrotec.com)**

December 6, 2012

Mr. Jeffrey Derouen  
Executive Director, Public Service Commission  
211 Sower Blvd  
P.O. Box 615  
Frankfort, Kentucky 40602-0615

Dear Mr. Derouen,

Please find the enclosed one original and ten copies of Johnson County Gas Company's proposed Gas Cost Recovery Rate (GCR) for 2012.

.Johnson County Gas Company respectfully requests that the Commission approve the enclosed tariff.

Sincerely,



Bud Rife

**RECEIVED**

**DEC 10 2012**

**PUBLIC SERVICE  
COMMISSION**

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1971

1972

1973

Van Lear, Hager Hill  
East Point, and Meally

P.S.C. No. 2012-00095  
Cancelling P.S.C. No. 2012-00094

Johnson County Gas Company

CLASSIFICATION OF SERVICE

Proposed Rates:

Residential

	Base Rate	Gas Cost Recovery	Total Rate
Minimum Bill 0-1 Mcf	\$6.9542	\$6.4335	\$13.3877
All additional Mcf	\$5.9542	\$6.4335	\$12.387

Commercial

Monthly

All Mcf	\$6.3042	\$6.4335	\$12.7377
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Date of Issue: December 1, 2012

Date Effective: December 1, 2012

ISSUED BY:

  
Bud Rife  
President/ Manager

Issued by authority of an Order of the Public Service Commission



P.S.C. Ky. No. 2012-00095  
Cancels P.S.C. Ky. No. 2012-00094

Johnson County Gas Company

Of

Betsy Layne, Kentucky 41605

Rates, Rules and Regulations for Furnishing Gas

At

Meally, Van Lear, East Point and Hager Hill

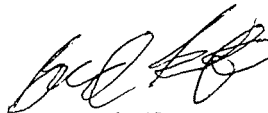
Filed with Public Service Commission of Kentucky

Issued December 1, 2012

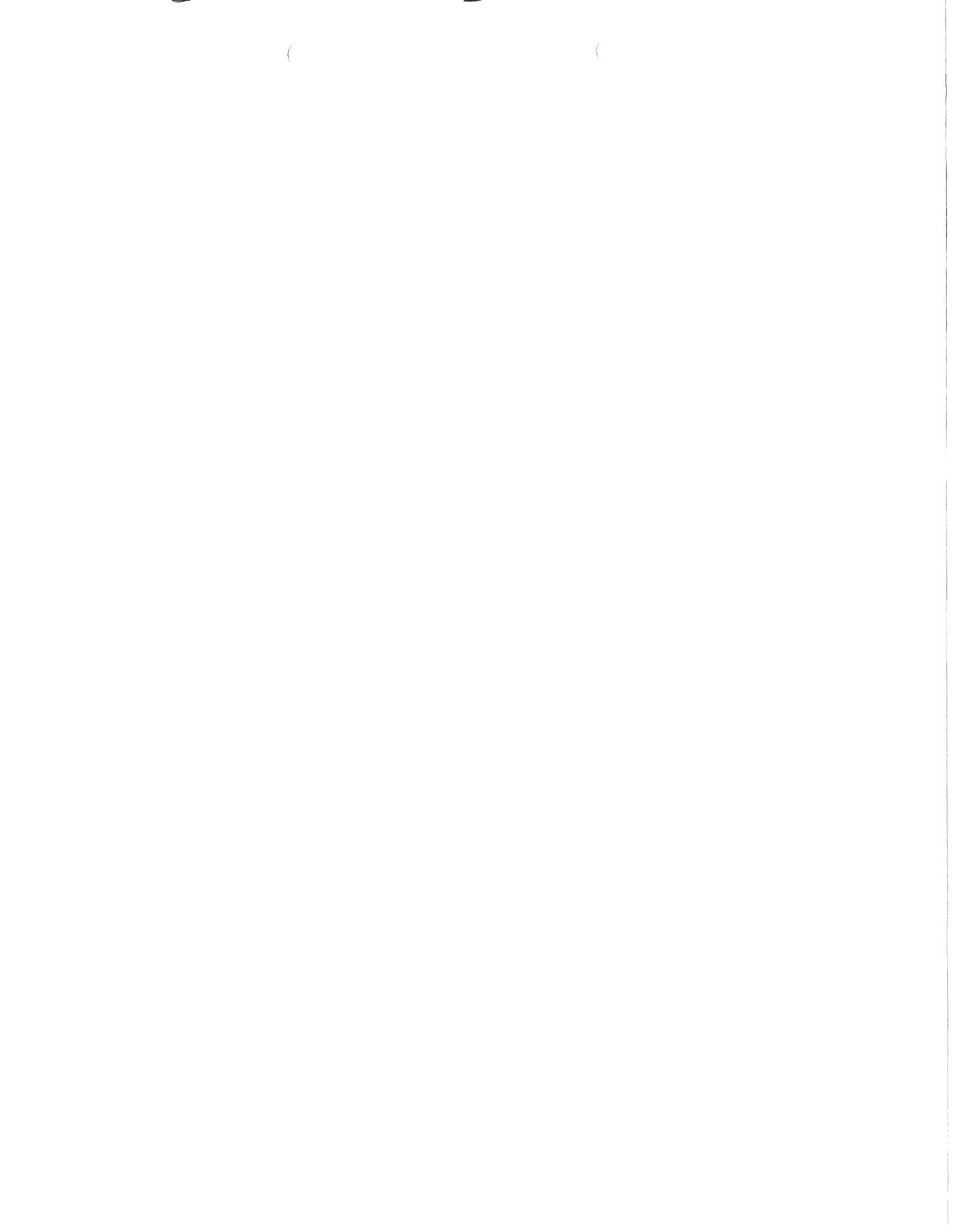
Effective **December 1, 2012**

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Issued By: Johnson County Gas Company



By: Bud Rife  
President/Manager



SCHEDULE I

GAS COST RECOVERY RATE SUMMARY

<u>Component</u>	<u>Unit</u>	<u>Amount</u>
Expected Gas Cost (EGC)	\$/Mcf	\$6.4335
Refund Adjustment (RA)	\$/Mcf	\$0.0000
Actual Adjustment (AA)	\$/Mcf	\$0.4366
Balance Adjustment (BA)	\$/Mcf	\$623.5500
Gas Cost Recovery Rate (GCR)	\$/Mcf	\$630.4201

Rates to be effective for service rendered from January 1, 2013

A. EXPECTED GAS COST CALCULATION	<u>Unit</u>	<u>Amount</u>
Total Expected Gas Cost (Sch II)	\$/Mcf	\$81,538.00
/Sales for the 12 months ended	\$/Mcf	12,674.00
Expected Gas Cost	\$/Mcf	\$6.4335

B. REFUND ADJUSTMENT CALCULATION	<u>Unit</u>	<u>Amount</u>
Supplier Refund Adjustment for Reporting Period (Sch III)	\$/Mcf	\$0.0000
+Previous Quarter Supplier Refund Adjustment	\$/Mcf	
+Second Previous Quarter Supplier Refund Adjustment	\$/Mcf	
+Third Previous Quarter Supplier Refund Adjustment	\$/Mcf	
=Refund Adjustment (RA)	\$/Mcf	\$0.0000

C. ACTUAL ADJUSTMENT CALCULATION	<u>Unit</u>	<u>Amount</u>
Actual Adjustment for the Reporting Period (Sch IV)	\$/Mcf	\$0.7332
+Previous Quarter Reported Actual Adjustment	\$/Mcf	\$0.0000
+Second Previous Quarter Reported Actual Adjustment	\$/Mcf	\$0.0000
+Third Previous Quarter Reported Actual Adjustment	\$/Mcf	(\$0.2966)
=Actual Adjustment (AA)	\$/Mcf	\$0.4366

D. BALANCE ADJUSTMENT CALCULATION	<u>Unit</u>	<u>Amount</u>
Balance Adjustment for the Reporting Period (Sch V)	\$/Mcf	\$623.5500
+Previous Quarter Reported Balance Adjustment	\$/Mcf	
+Second Previous Quarter Reported Balance Adjustment	\$/Mcf	
+Third Previous Quarter Reported Balance Adjustment	\$/Mcf	
=Balance Adjustment (BA)	\$/Mcf	\$623.5500

SCHEDULE II  
EXPECTED GAS COST

Actual Mcf Purchases for 12 months ended September 30, 2012

(1) Supplier	(2) Dth	(3) Btu Conversion Factor	(4) Mcf	(5) Rate	(6) (4) x (5) Cost
Bradco			2,548	\$8.50	\$21,658.00
Bradco			493	\$6.0000	\$2,958.00
Hall, Stephens & Hall			9,487	\$6.0000	\$56,922.00
					\$0.00
					\$0.00
					\$0.00
					\$0.00
<b>Totals</b>			<b>12,528</b>		<b>\$81,538.00</b>

Line loss for 12 months ended 9/30/2012 is based on purchases of 12,528.00  
and sales of 12,674.00 Mcf. -1.17%

	<u>Unit</u>	<u>Amount</u>
Total Expected Cost of Purchases (6)		\$81,538.00
/ Mcf Purchases (4)		12,528
= Average Expected Cost Per Mcf Purchased		\$6.5085
x Allowable Mcf Purchases (must not exceed Mcf sales / .95)		12,528.00
= Total Expected Gas Cost (to Schedule IA)		\$81,538.00



### SCHEDULE III

#### SUPPLIER REFUND ADJUSTMENT

Description	Unit	Amount
Supplier Refunds Received durir	\$	
Interest Factor (90 Day Commercial Paper Rate)		
Refunds Including Interest	\$	\$0.00
Divided by 12 Month Projected S	Mcf	12,674.00
<u>Current Supplier Refund Adjustment</u>		<u>0</u>

Schedule IV  
Actual Adjustment

For the 3 month period ended September 30, 2012

Particulars	Unit	Sep-12	Aug-12	Jul-12	Jun-12	May-12	Apr-12	Mar-12	Feb-12	Jan-12
Total Supply Volumes Purchased	Mcf	356	264	87	263	488	1013	1052	2161	2659
Total Cost of Volumes Purchased	\$	\$2,149.00	\$1,884.00	\$522.00	\$1,578.00	\$3,360.50	\$6,843.00	\$7,217.00	\$14,100.00	\$17,136.50
/ Total Sales *	Mcf	349.1	259.8	115.0	249.8	453.8	957.4	1,009.9	2,351.0	2,980.0
= Unit Cost of Gas	\$/Mcf	\$6.3158	\$6.3158	\$2.9659	\$6.3158	\$7.2487	\$6.9029	\$7.1533	\$6.0000	\$5.7595
- EGC in Effect for Month	\$/Mcf	\$5.1455	\$5.1455	\$5.1455	\$5.1455	\$5.1455	\$4.9946	\$4.9946	\$4.9946	\$4.9946
= Difference		\$1.1703	\$1.1703	(\$2.1799)	\$1.1703	\$2.1032	\$1.9083	\$2.1587	\$1.0054	\$0.7559
x Actual Sales during Month	Mcf	235.0	144.0	178.0	129.0	393.0	789.0	991.0	2,351.0	2,897.0
= Monthly Cost Difference	\$	\$275.02	\$168.52	(\$383.61)	\$150.97	\$820.25	\$1,505.64	\$2,139.31	\$2,363.70	\$2,292.59

Total Cost Difference \$9,292.39  
 / Sales for 12 months ended 12,674.0  
 = Actual Adjustment for the Reporting Period (to Sch IC) \$0.7332

\* May not be less than 95% of supply volume

Schedule V

BALANCE ADJUSTMENT

For the 3 month period ended:

<u>Particulars</u>	<u>Amount</u>
(1) Total cost difference used to compute AA of the GCR effective 4 quarters prior to the effective date of the currently effective GCR	<u>\$0</u>
Less: Dollar amount resulting from the AA of per Mcf as used to compute the GCR in effect 4 quarters prior to the effective date of the currently effective GCR times the sales of Mcf during the 12 month period the AA was in effect	<u>\$0.0000</u>
	<u>\$0</u>
Equals: Balance Adjustment of the AA	<u>\$0</u>
(2) Total supplier refund adjustment including interest used to compute RA of the GCR effective 4 quarters prior to the effective date of the currently effective GCR	<u>\$0</u>
Less: Dollar amount resulting from the RA of per Mcf as used to compute the GCR in effect 4 quarters prior to the effective date of the currently effective GCR times the sales of Mcf during the 12 month period the RA was in effect	<u>\$0.0000</u>
	<u>13710</u>
	<u>\$0</u>
Equals: Balance Adjustment of the RA	<u>\$0</u>
(3) Total balance adjustment used to compute BA of the GCR effective 4 quarters prior to the effective date of the currently effective GCR	<u>\$0</u>
Less: Dollar amount resulting from the BA of per Mcf as used to compute the GCR in effect 4 quarters prior to the effective date of the currently effective GCR times the sales of Mcf during the 12 month period the BA was in effect	<u>\$0.0000</u>
	<u>13710</u>
	<u>\$0</u>
Equals: Balance Adjustment of the BA	<u>\$0</u>
Total Balance Adjustment Amount (1) + (2) + (3)	<u>\$0</u>
Divide: Mcf Sales for 12 months ended 9/30/2012	<u>13710</u>
Equals: Balance Adjustment for the reporting period (to Schedule I, part D)	<u>0</u>

Case No.

Effective Date	Mcf Sales	Factor	Refunded	Balance
Beginning Balance				
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0
			\$0.00	\$0

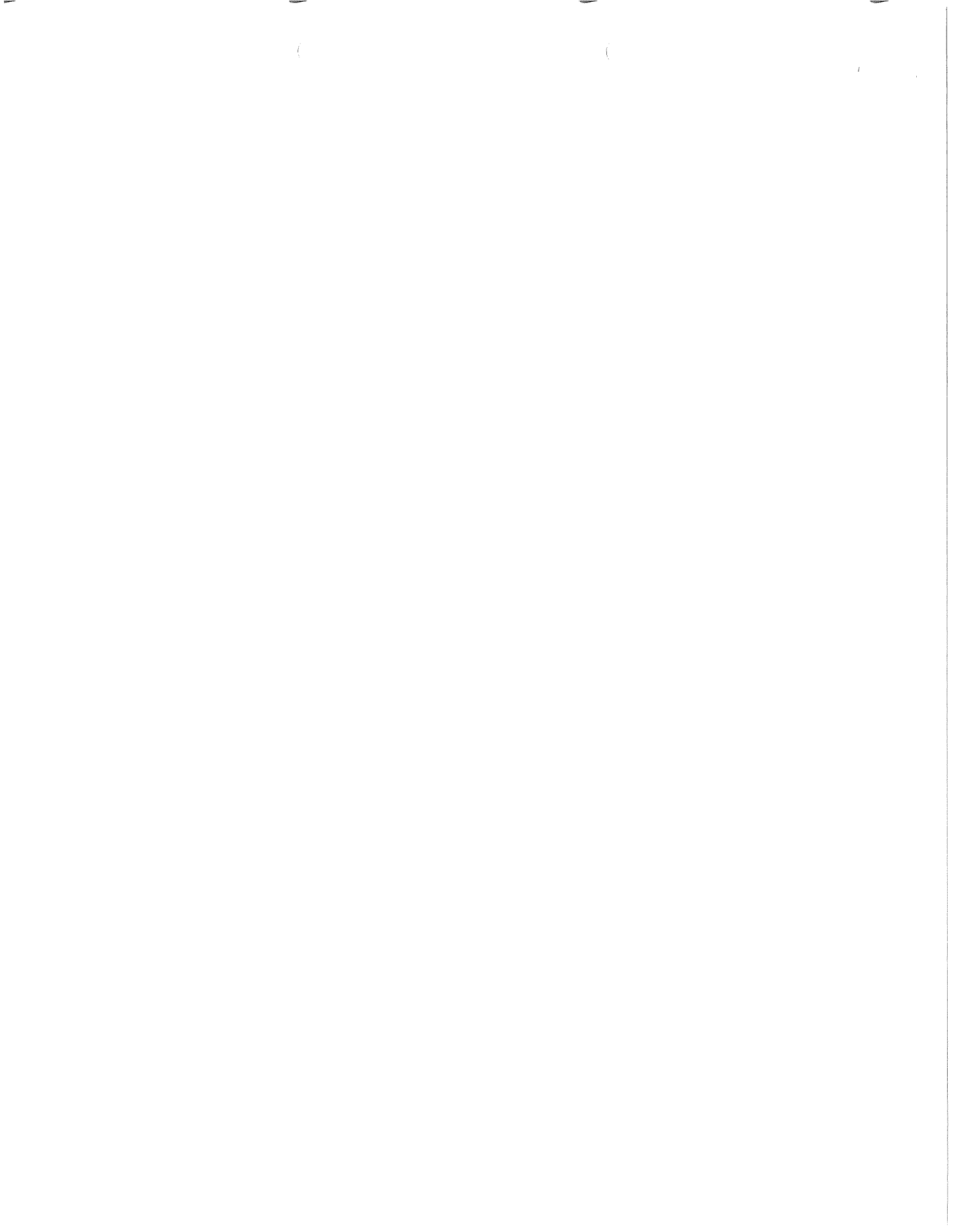
Under/(Over) Recovery	\$0
Mcf Sales for factor	12,674
BA Factor	\$0.0000

Schedule IV  
Actual Adjustment

For the 3 month period ended September 30, 2012:

Particulars	Sept-12	Oct-12	Nov-12	Dec-12	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12
Total Supply Volumes Purchased	358	264	468	1062	2161	2161	1062	1013	468	264	264	264	358
Total Cost of Volumes Purchased	\$7,148.00	\$1,684.00	\$3,303.90	\$7,217.00	\$14,106.00	\$14,106.00	\$7,217.00	\$4,643.00	\$3,303.90	\$1,684.00	\$2,969.00	\$1,684.00	\$7,148.00
Total Sales *	340.1	250.8	476.0	1,008.9	2,351.0	2,351.0	1,008.9	962.4	476.0	250.8	250.8	250.8	340.1
= Unit Cost of Gas	\$6,3168	\$6,3168	\$2,9659	\$7,1633	\$6,0000	\$6,0000	\$7,1633	\$6,9028	\$2,9659	\$6,3168	\$2,9659	\$6,3168	\$6,3168
= EGC in Effect for Month	\$5,1455	\$5,1455	\$5,1455	\$4,9946	\$4,9946	\$4,9946	\$4,9946	\$4,9946	\$5,1455	\$5,1455	\$5,1455	\$5,1455	\$5,1455
= Difference	\$1,1703	\$1,1703	\$2,1796	\$2,1687	\$1,0054	\$1,0054	\$2,1687	\$1,9083	\$2,1796	\$1,1703	\$1,1703	\$1,1703	\$1,1703
x Actual Sales during Month	236.0	144.0	189.0	991.0	2,351.0	2,351.0	991.0	789.0	189.0	144.0	144.0	144.0	236.0
= Monthly Cost Difference	\$275.02	\$168.52	\$520.25	\$1,139.31	\$2,363.70	\$2,363.70	\$1,139.31	\$1,505.64	\$520.25	\$168.52	\$168.52	\$168.52	\$275.02
Total Cost Difference	\$9,292.39	12,674.0											
= Sales for 12 months ended	\$0.7332												
= Actual Adjustment for the Reporting Period (to Sch I)													

\* May not be less than 95% of supply volume



# INVOICE

Hall, Stephen, & Hall  
P. O. BOX 155  
HAROLD KY 41635  
606-478-5264

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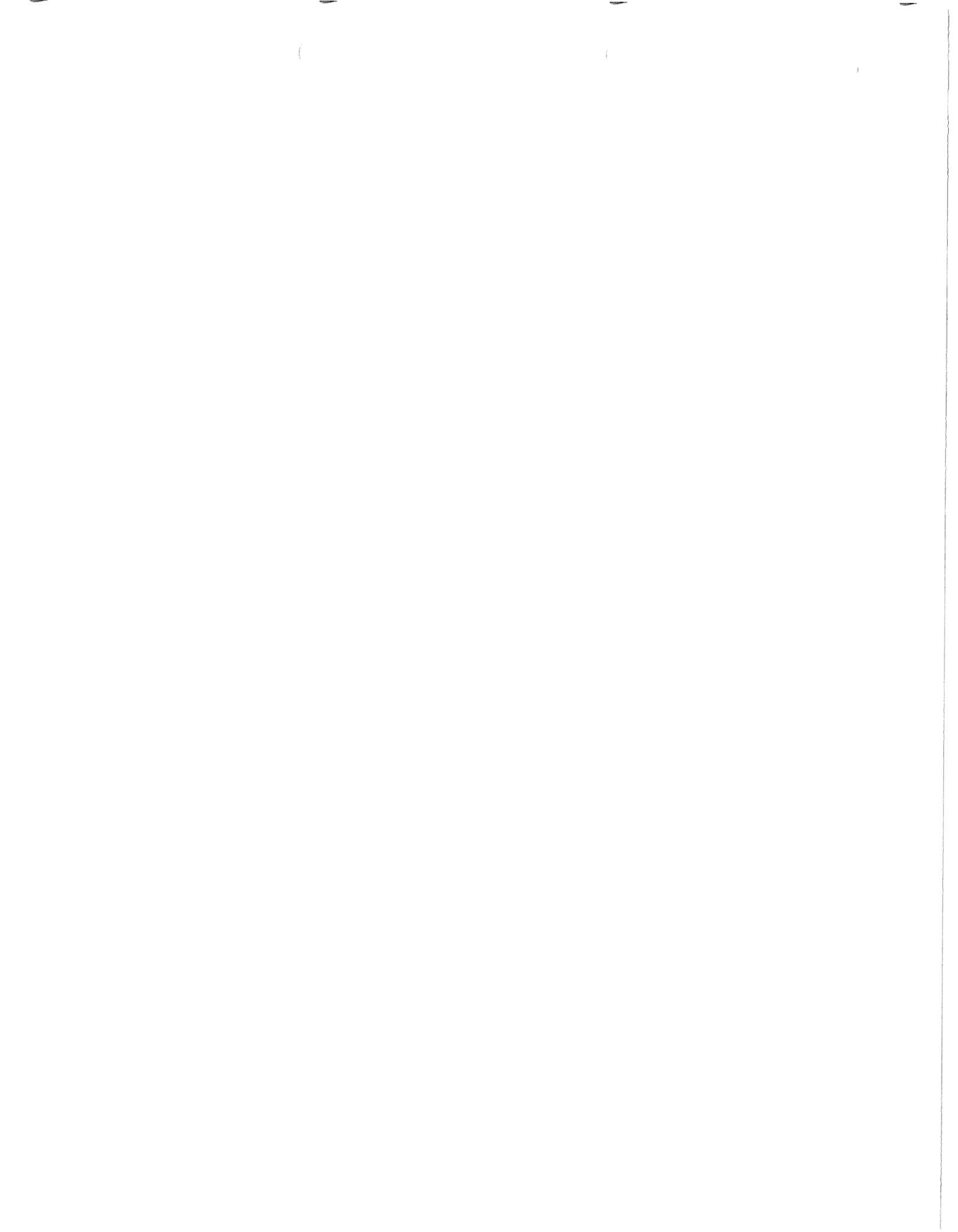
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Date 7/31/2011

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
July 1, 2011 thru July 30, 2011	117	\$6.00	\$702.00
Payment Terms 30 Days			

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Invoice Total \$702.00





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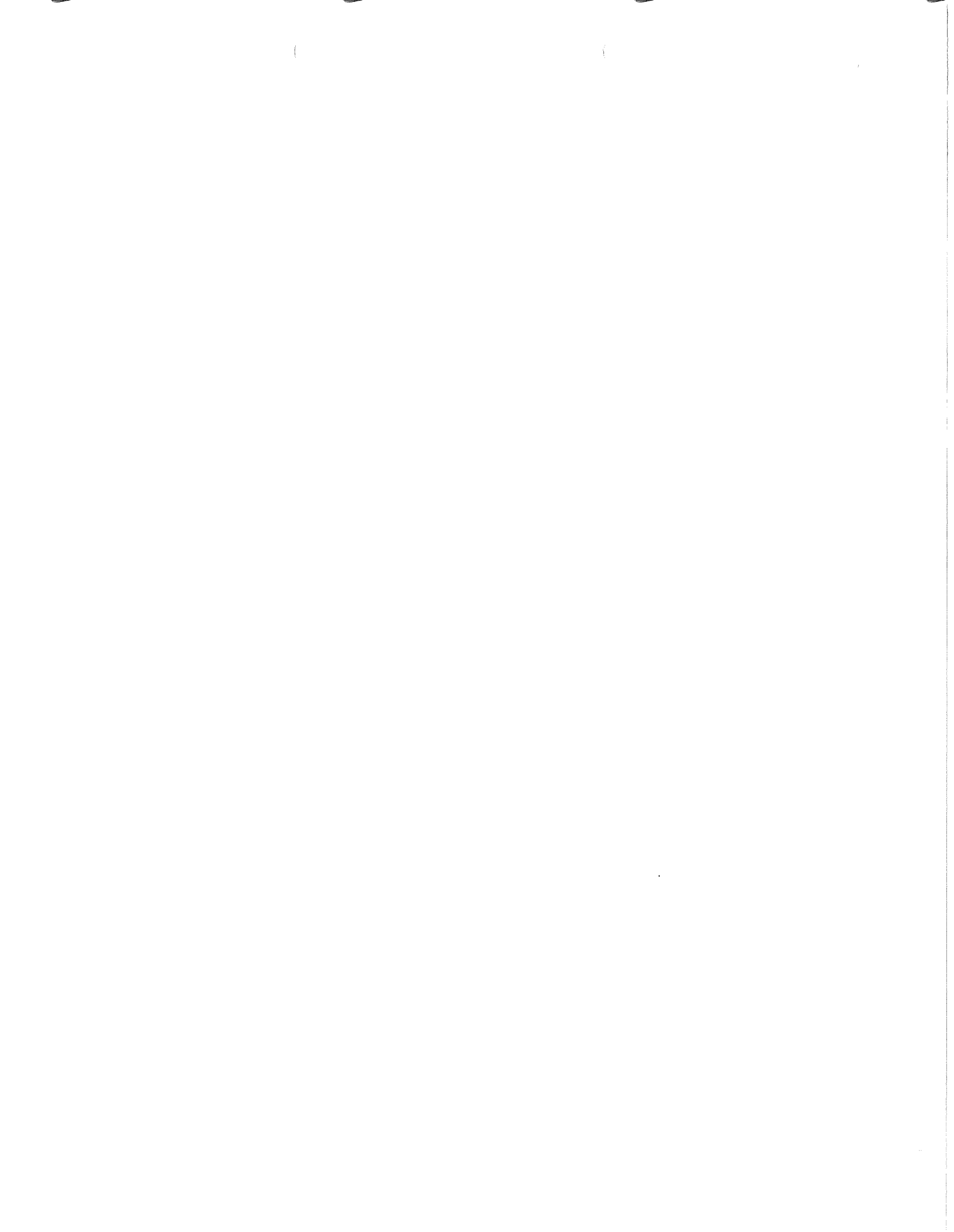
No: 8  
Date 8/31/2011

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
August 1, 2011 thru August 31, 2011	137	\$6.00	\$822.00
Payment Terms 30 Days			

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Invoice Total \$822.00



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No: 9  
Date 9/31/2011

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
September 1, 2011 thru September 30, 2011	153	\$6.00	\$918.00
Payment Terms 30 Days			

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Invoice Total \$918.00



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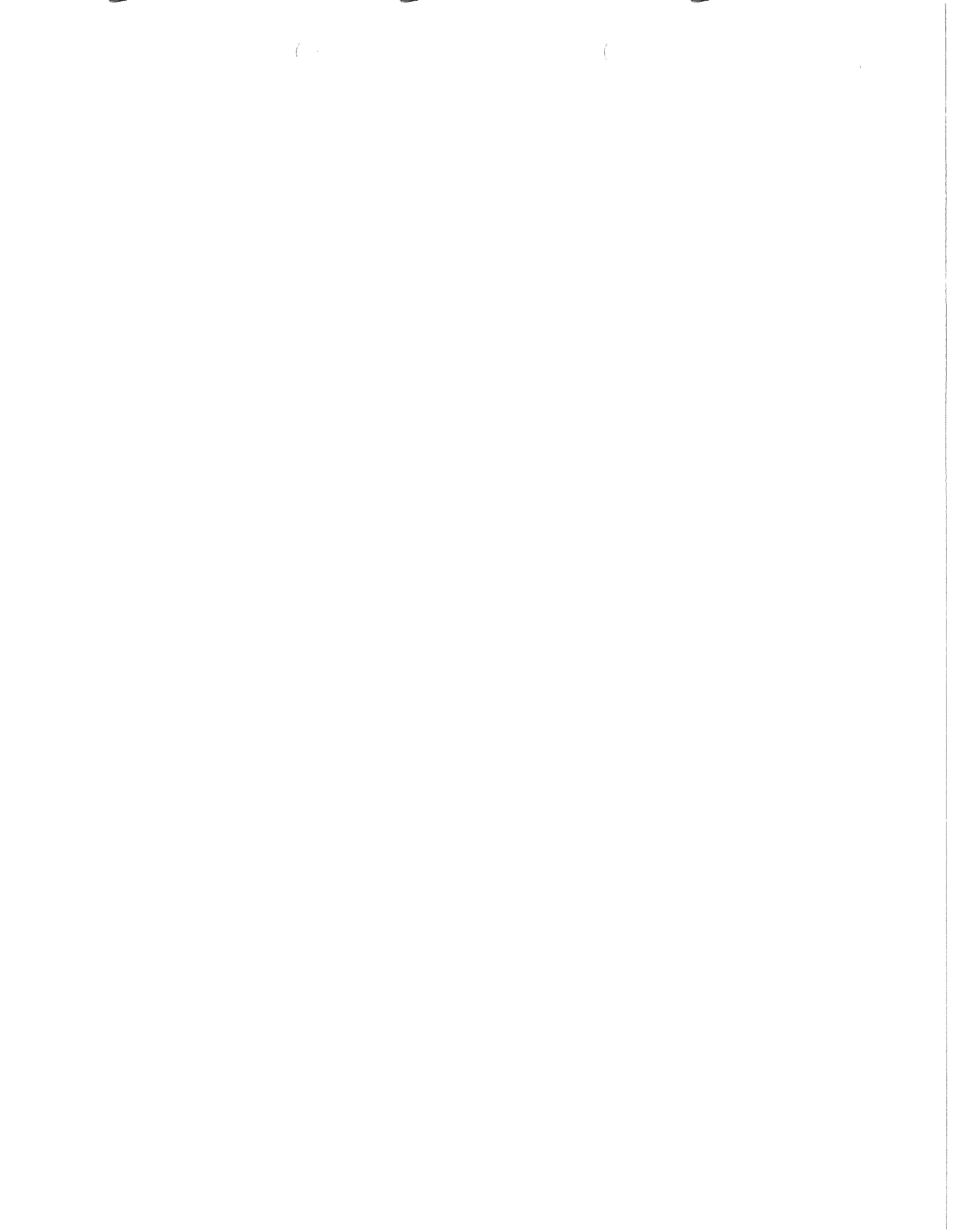
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Date 10/31/201

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
October 1, 2011 thru October 31, 2011	661	\$6.00	\$3966.00
Payment Terms 30 Days			

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Invoice Total \$3966.00



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No: 11  
Date 11/30/201

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
November 1, 2011 thru November 30, 2011	1080	\$6.00	\$6480.00
Payment Terms 30 Days			

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Invoice Total \$6480.00





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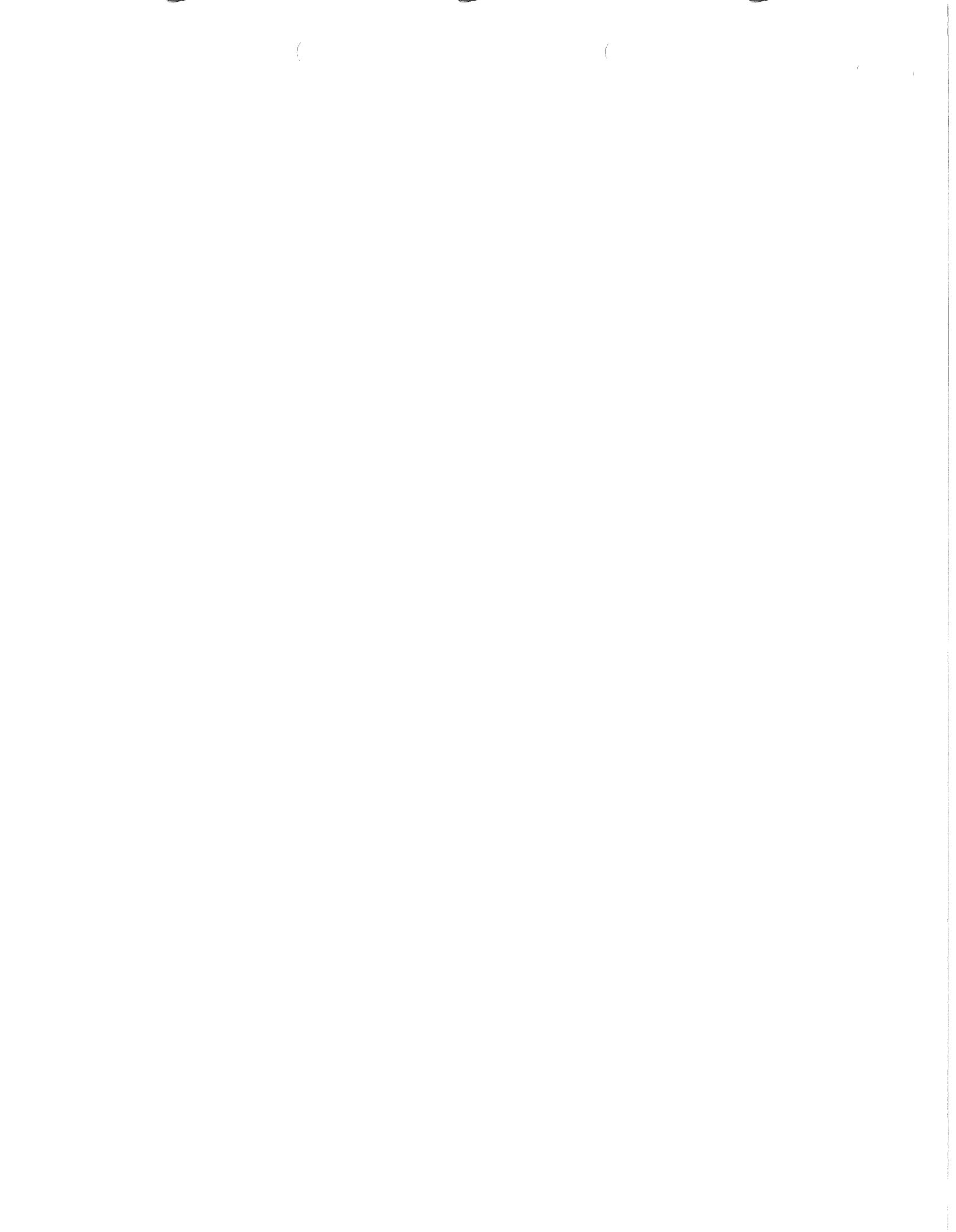
No: 12  
Date 12/31/201

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
December 1, 2011 thru December 31, 2011	1550	\$6.00	\$9300.00
Payment Terms 30 Days			

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Invoice Total \$9300.00



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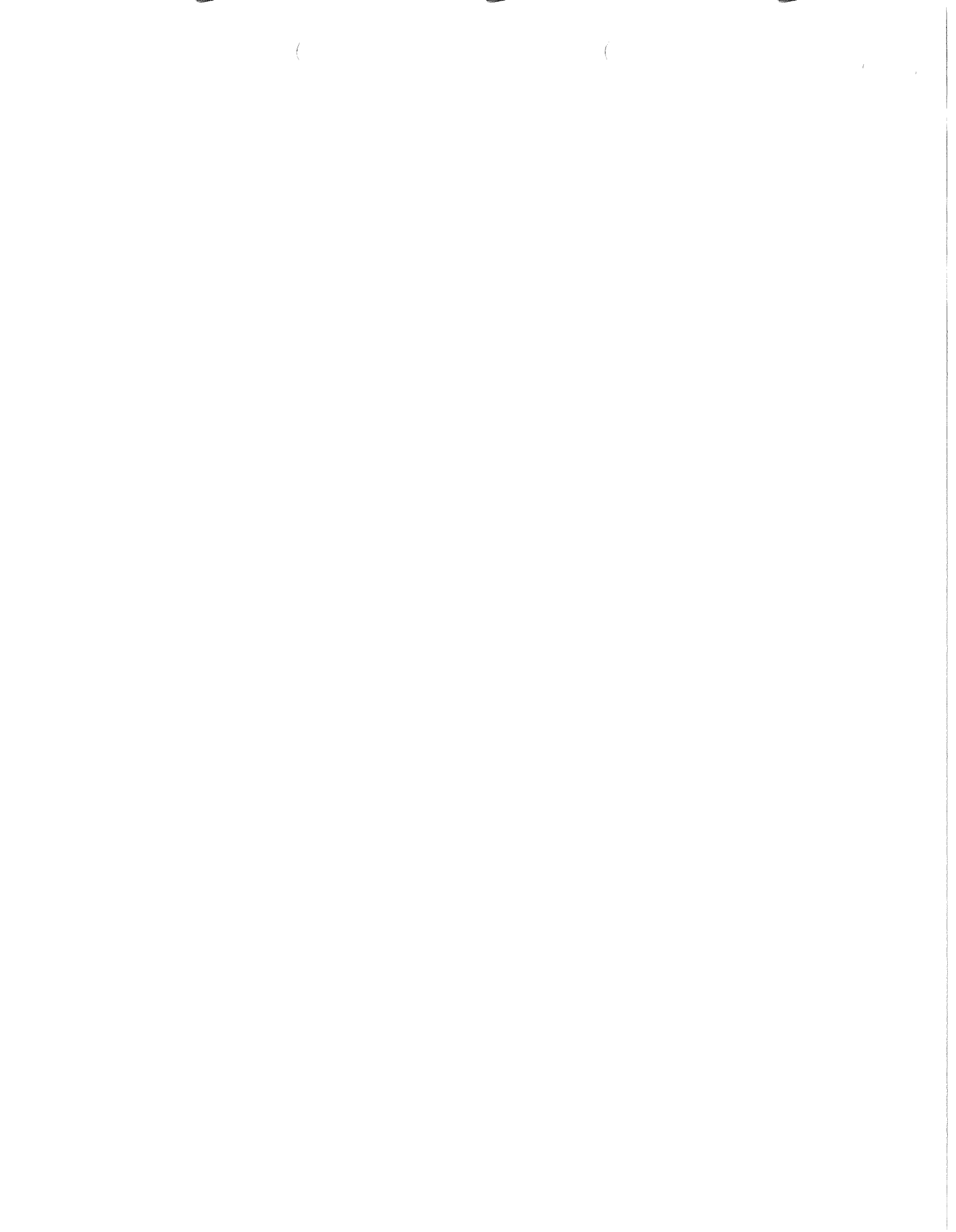
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Date 1/31/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
January 1, 2012 thru January 31, 2012	2186	\$6.00	\$13116.00
Payment Terms 30 Days			

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Invoice Total \$13116.00



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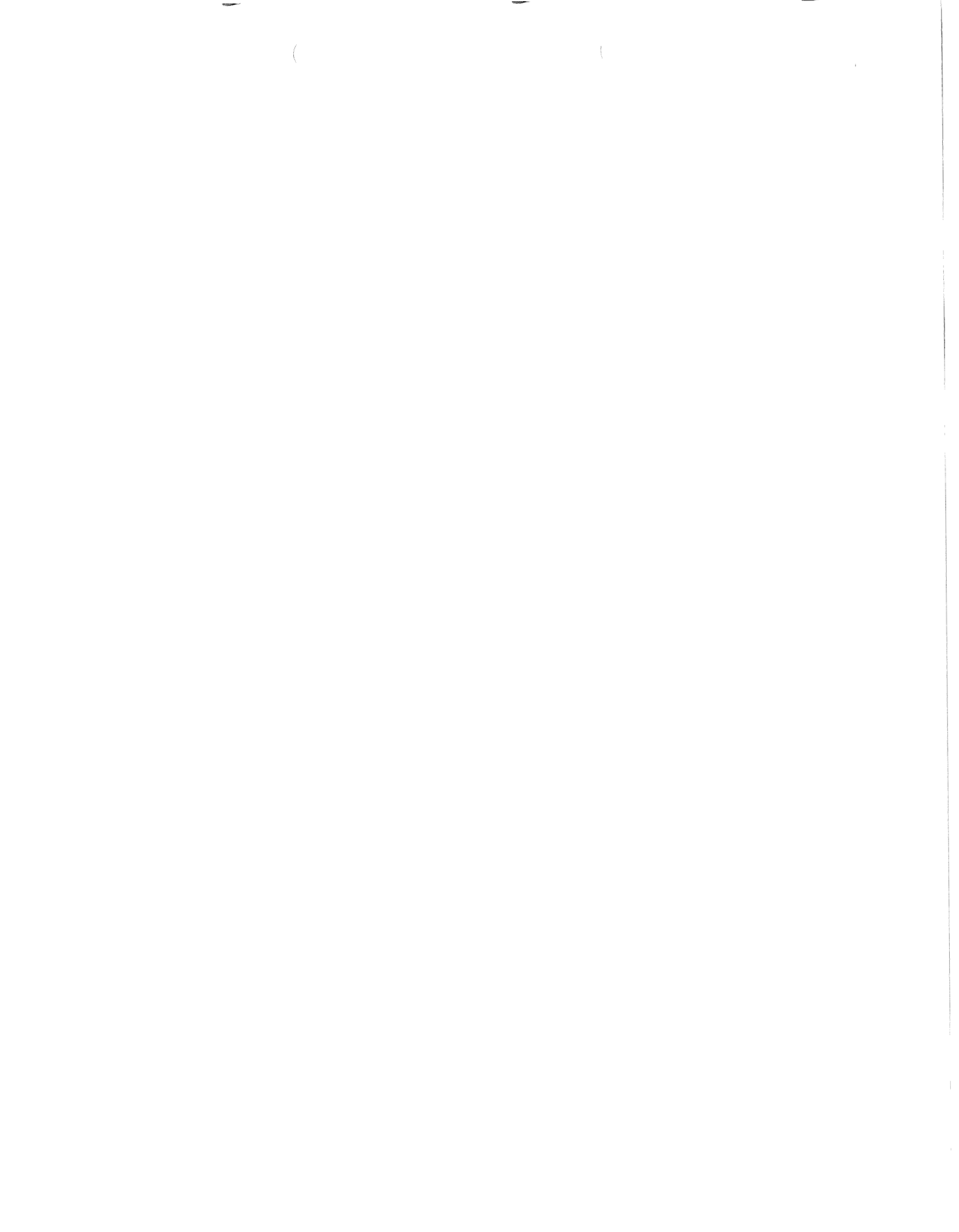
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Date 2/28/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
February 1, 2012 thru February 28, 2012	1705	\$6.00	\$10230.00
Payment Terms 30 Days			

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Invoice Total \$10230.00



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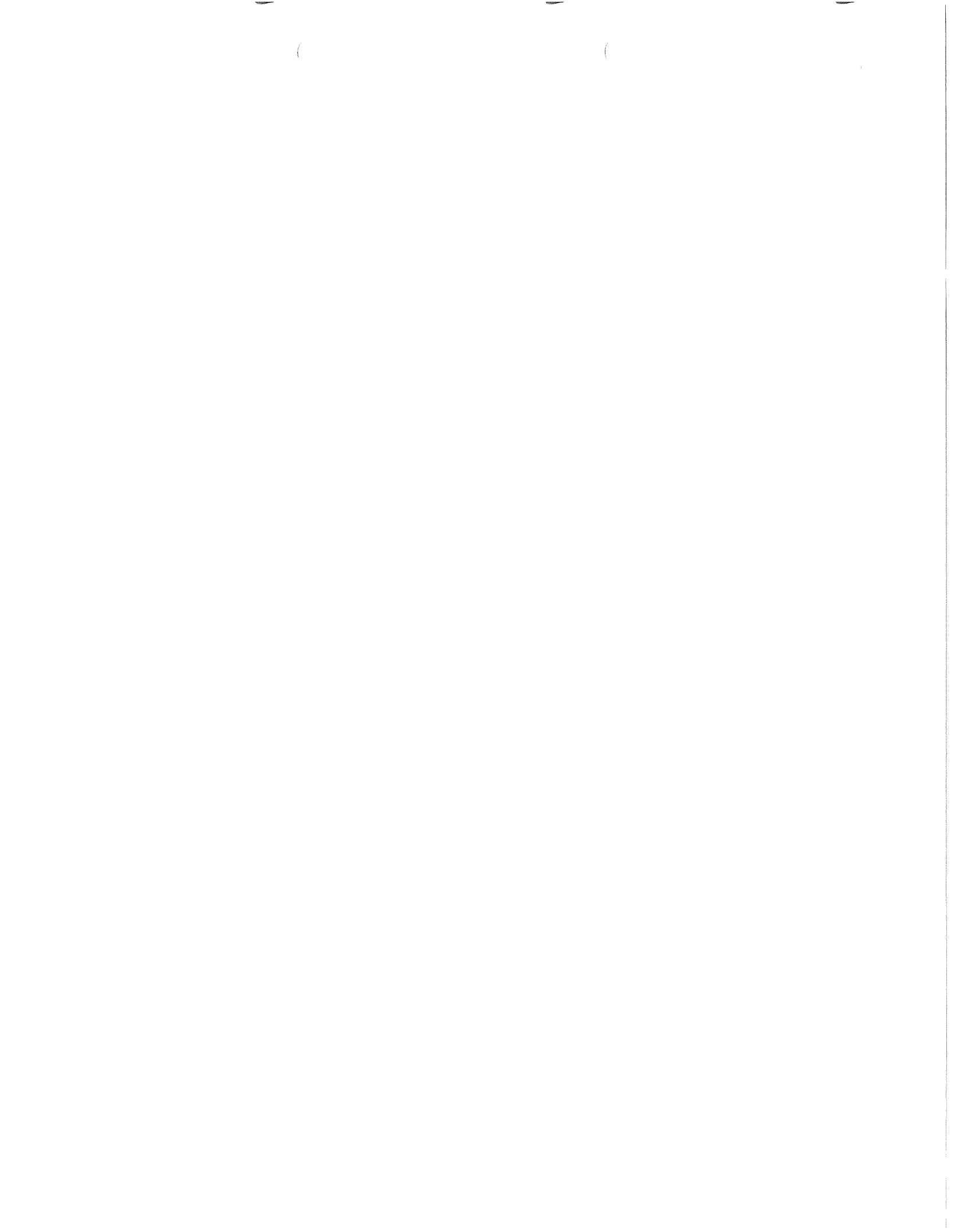
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Date 3/31/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
March 1, 2012 thru March 31, 2012	724	\$6.00	\$4344.00
Payment Terms 30 Days			

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Invoice Total \$4344.00





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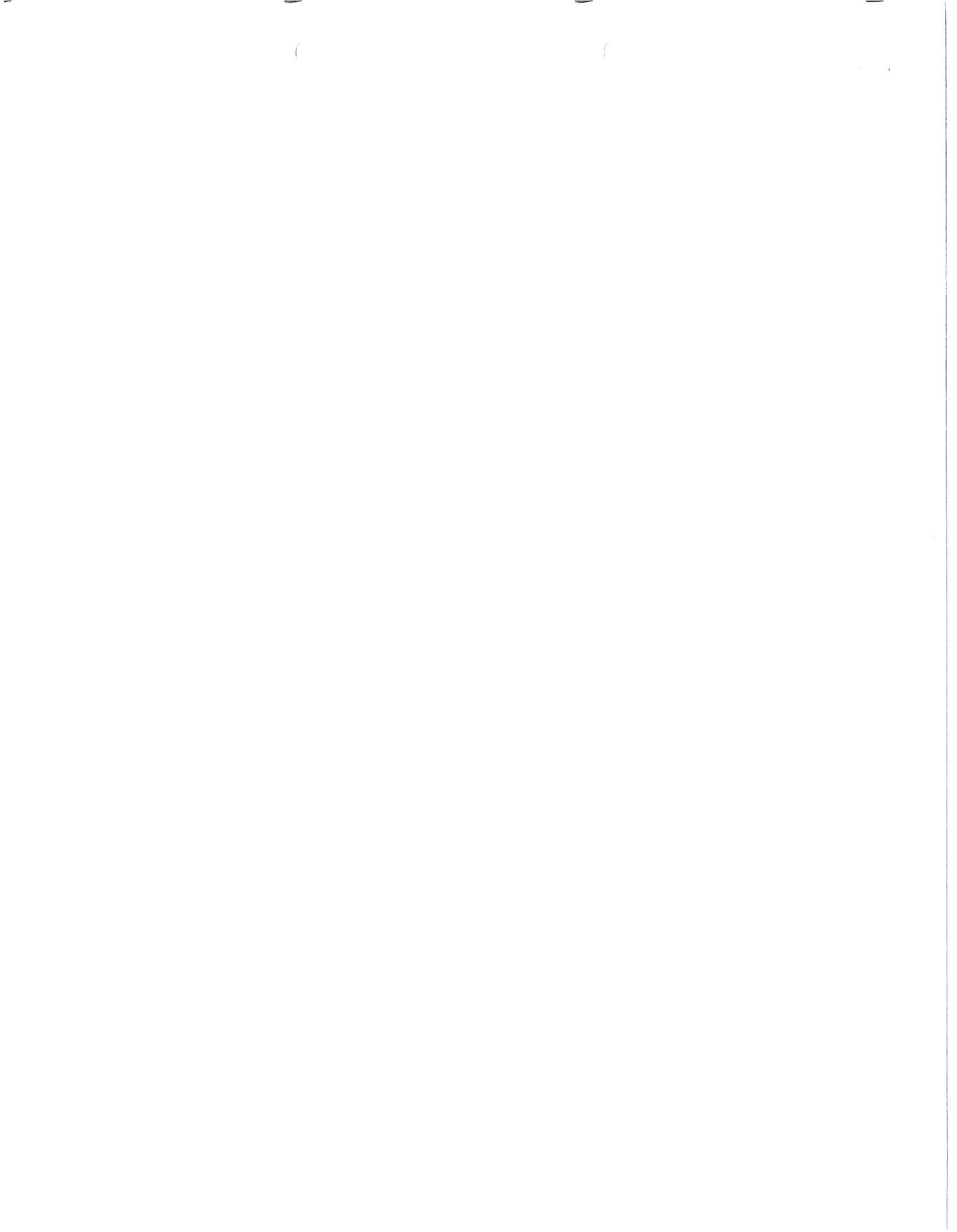
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Date 4/30/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
April 1, 2012 thru April 30, 2012	787	\$6.00	\$4722.00
Payment Terms 30 Days			

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Invoice Total \$4722.00



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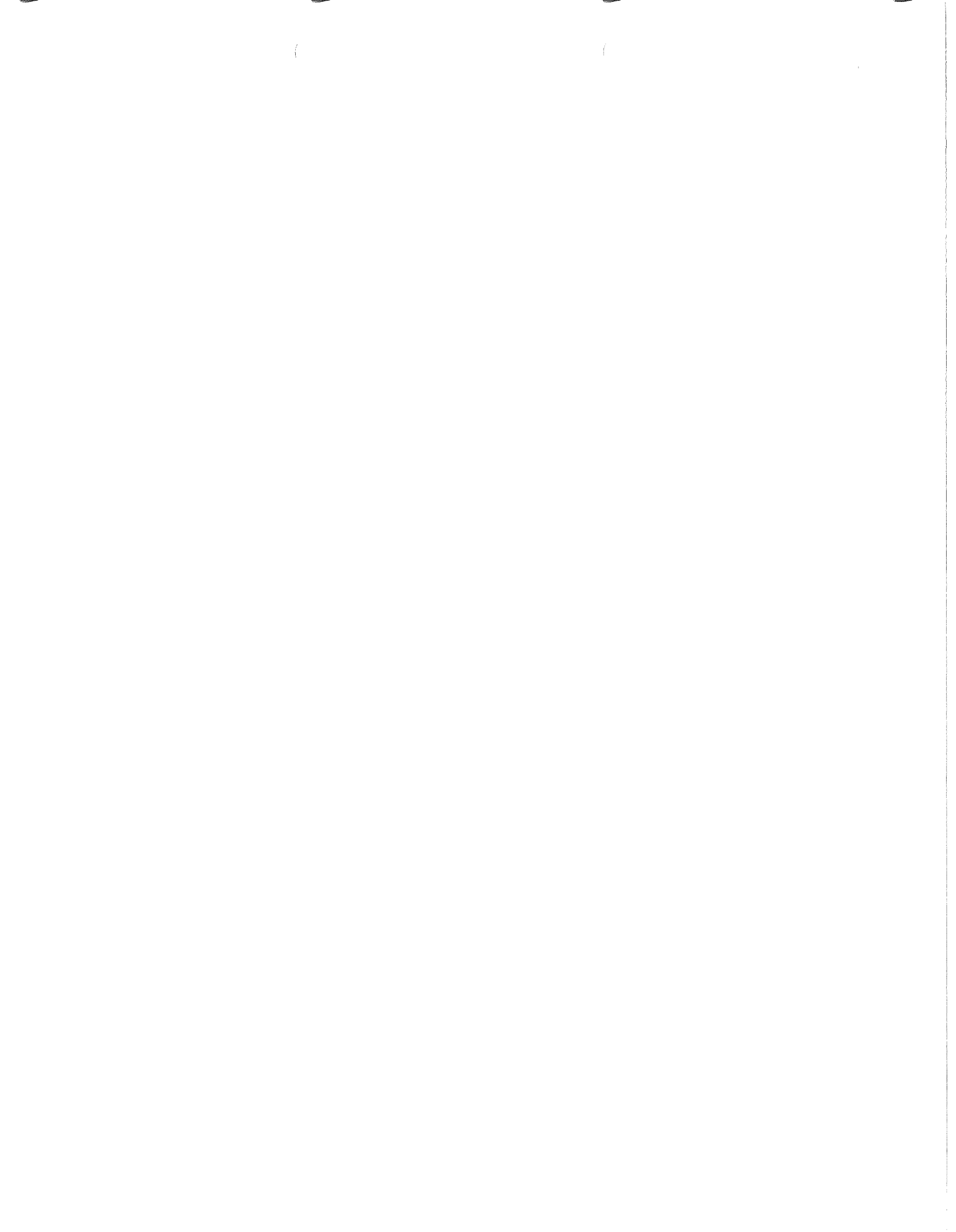
No: 17  
Date 5/31/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
May 1, 2012 thru May 31, 2012	315	\$6.00	\$1890.00
Payment Terms 30 Days			

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Invoice Total \$1890.00



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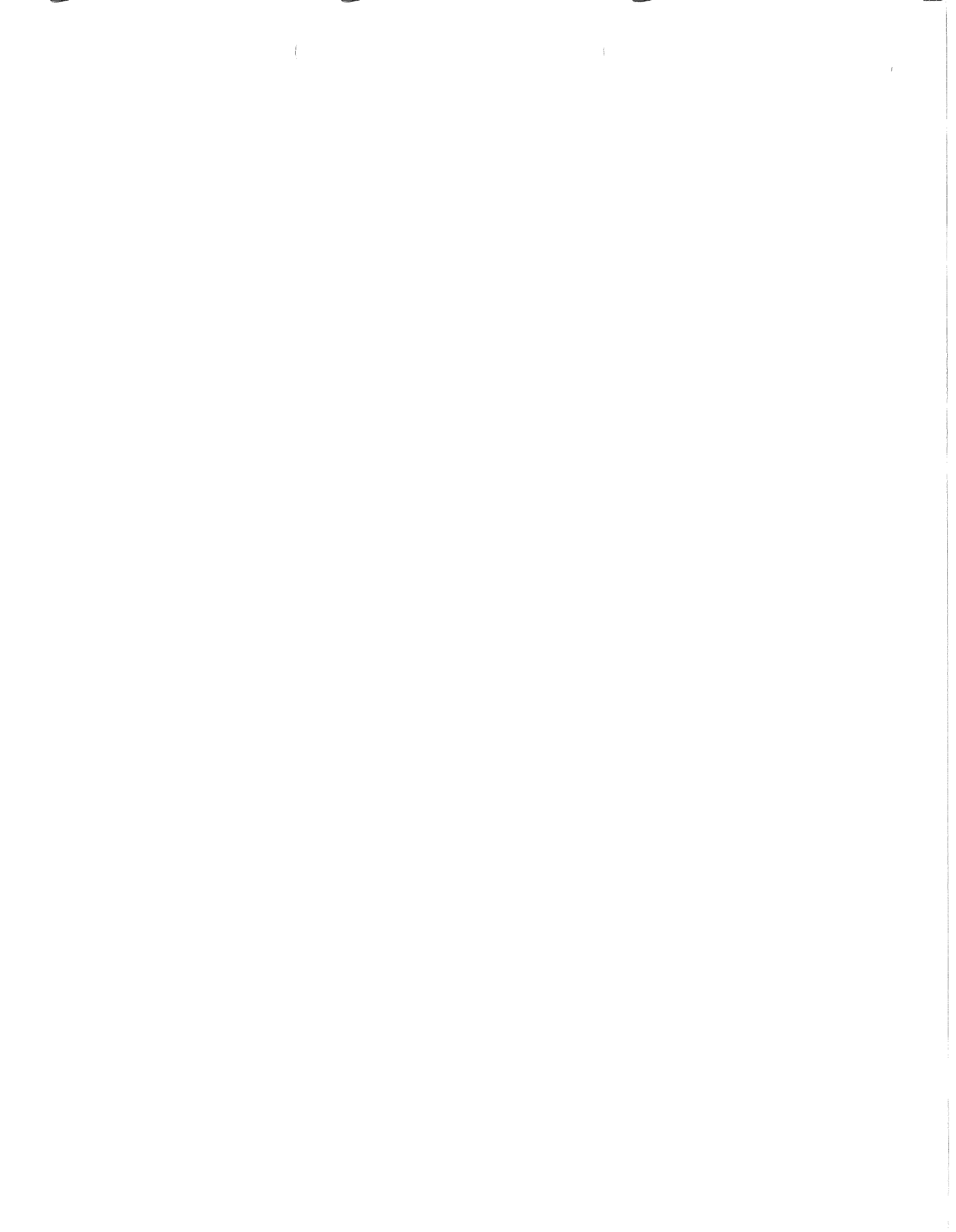
No: 18  
Date 6/30/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
June 1, 2012 thru June 30, 2012	105	\$6.00	\$630.00
Payment Terms 30 Days			

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Invoice Total \$630.00



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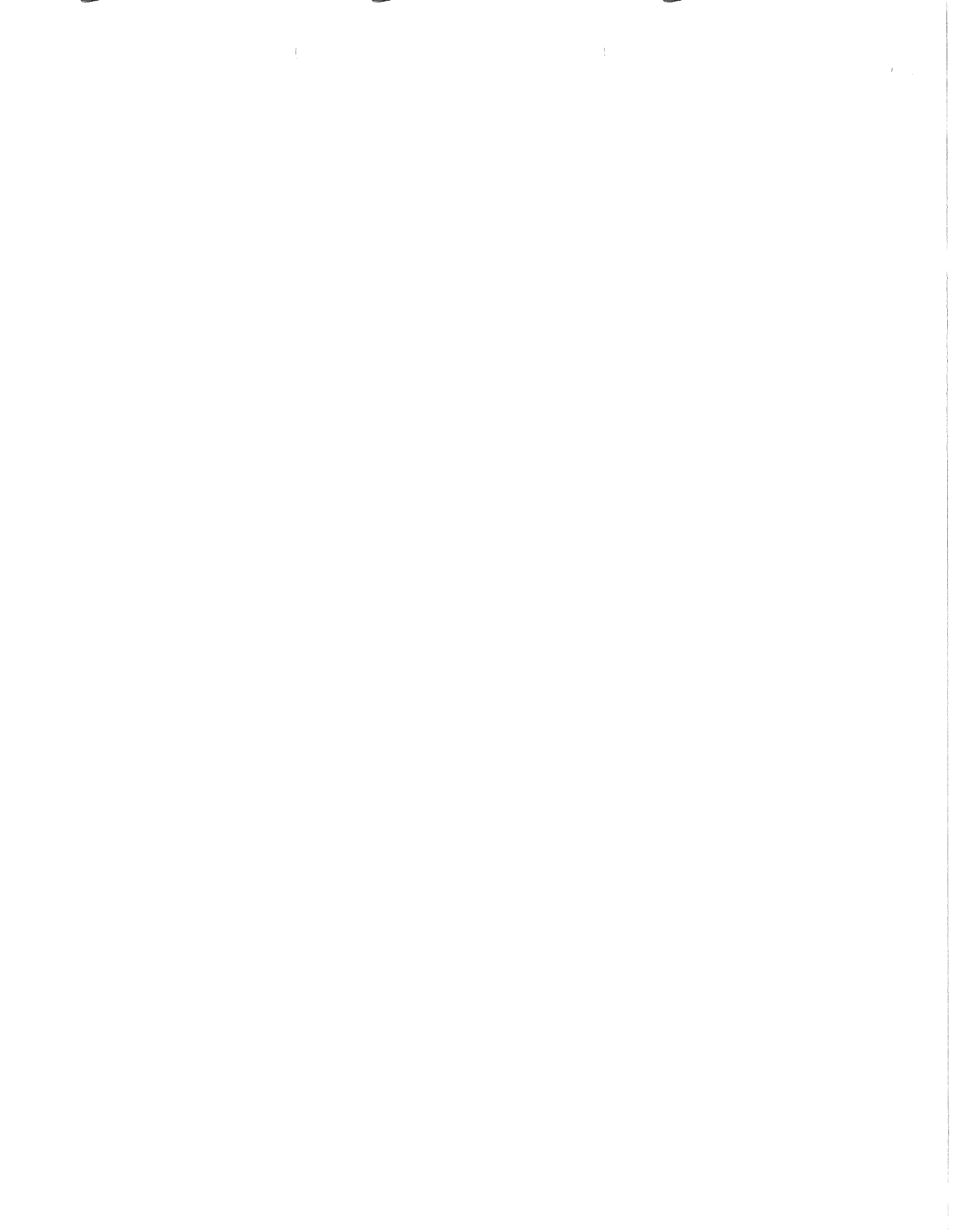
No: 19  
Date 7/31/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
July 1, 2012 thru July 31, 2012	87	\$6.00	\$522.00
Payment Terms 30 Days			

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Invoice Total \$522.00





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No: 20  
Date 8/31/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
August 1, 2012 thru August 31, 2012	104	\$6.00	\$624.00
Payment Terms 30 Days			

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Invoice Total \$624.00



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No: 21  
Date 9/30/2012

**Bill To:** Johnson County Gas Company  
P.O. Box 447  
Betsy Layne, Ky. 41605

Description	Qty/Hours	Rate	Amount
September 1, 2012 thru September 30, 2012	183	\$6.00	\$1098.00
Payment Terms 30 Days			

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Invoice Total \$1098.00

