# COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| PURCHASED GAS ADJUSTMENT  | ) |            |
|---------------------------|---|------------|
| FILING OF BURKESVILLE GAS | ) | CASE NO.   |
| COMPANY, INC.             | ) | 2014-00299 |

### ORDER

On October 31, 2008, in Case No. 2008-00032,<sup>1</sup> the Commission approved rates for Burkesville Gas Company, Inc. ("Burkesville") and provided for their further adjustment on a monthly basis in accordance with Burkeville's Purchased Gas Cost Adjustment ("GCA") clause. On June 1, 2013, Burkesville implemented a revision in its GCA clause to provide for quarterly adjustment of its rates.

On August 25, 2014, Burkesville filed its Gas Cost Recovery Rate ("GCR") application with a proposed effective date of September 27, 2014.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

- 1. Burkesville's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
- 2. Burkesville's proposed Expected Gas Cost ("EGC") is \$9.4060 per Mcf, which is an increase of \$.3440 per Mcf from the prior EGC of \$9.0620 per Mcf.
  - 3. Burkesville's notice sets out no Refund Adjustment.

<sup>&</sup>lt;sup>1</sup> Case No. 2008-00032, Application of Burkesville Gas Company, Inc. for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC Oct. 31, 2008).

- 4. Burkesville's notice sets out a current Actual Cost Adjustment ("ACA") of (\$.2336) per Mcf. Burkesville's total ACA of \$.4105 per Mcf reflects a decrease of \$.1809 per Mcf from its previous total ACA of \$.5914 per Mcf.
- 5. Burkesville's notice sets out a GCR of \$9.8166 per Mcf, which reflects a spreadsheet error. Burkesville's GCR should be \$9.8165 per Mcf, which is an increase of \$.1631 per Mcf from the previous GCR of \$9.6534 per Mcf.
- 6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Burkesville on and after September 27, 2014.

#### IT IS THEREFORE ORDERED that:

- 1. The rates proposed by Burkesville are denied.
- 2. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after September 27, 2014.
- 3. Within 20 days of the date of this Order, Burkesville shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED

SEP 15 2014

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST

Executive Director

#### APPENDIX

## APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00299 DATED **SEP 1 5 2014**

The following rates and charges are prescribed for the customers served by Burkesville Gas Company, 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.

#### RATES:

Customer Charge \$7.50

|             | Base Rate | Gas Cost<br>Recovery<br><u>Rate</u> | <u>Total</u> |
|-------------|-----------|-------------------------------------|--------------|
| Residential | \$7.54    | \$9.8165                            | \$17.3565    |
| Industrial  | \$7.19    | \$9.8165                            | \$17.0065    |

Brenda Everette Burkesville Gas Company, Inc. 119 Upper River Street P. O. Box 69 Burkesville, KENTUCKY 42717