

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING)
OF WESTERN LEWIS-RECTORVILLE) CASE NO. 2014-00408
WATER AND GAS)

ORDER

On May 12, 1993, in Case No. 1992-00331, the Commission approved rates for gas service for Western Lewis-Rectorville Water and Gas District ("Western Lewis") and provided for their further adjustment in accordance with Western Lewis's Gas Cost Adjustment ("GCA") clause.¹

On November 24, 2014, Western Lewis filed its proposed Gas Cost Recovery ("GCR") rate to be effective January 1, 2015.

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

1. Western Lewis's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Western Lewis's notice sets out an Expected Gas Cost ("EGC") of \$8.8117 per Mcf, which is an increase of \$.6816 per Mcf from its previous EGC of \$8.1301 per Mcf.
3. Western Lewis's notice sets out no Refund Adjustment.

¹ Case No. 1992-00331, The Application of Western Lewis-Rectorville for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC May 12, 1993).

4. Western Lewis's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0713) per Mcf for the months of July through September. Because Western Lewis did not file its quarterly GCR application for rates effective October 1, 2014, it also proposed to implement a previous quarter AA of (\$.9291) per Mcf in order to reconcile gas cost for the months of April through June. To most effectively refund the over-recoveries of gas cost through the AA mechanism, the over-recoveries of gas cost from April through September should be combined to produce a current quarter AA of (\$1.0005) per Mcf. Likewise, the previous quarter AA should be \$0.0000 per Mcf. Western Lewis's total AA is (\$1.4189) per Mcf, which is a decrease of \$.5592 per Mcf from the previous total AA of (\$.8597) per Mcf.

5. Western Lewis's notice sets out a current quarter Balance Adjustment ("BA") of \$.0777 per Mcf for the months of July through September. As with the AA, it also proposed to implement a previous quarter BA of \$.0327 per Mcf for the months of April through June that should have been reconciled in a GCR application for rates effective October 1, 2014. The under-recoveries of gas cost should be combined to produce a current quarter BA of \$.1105 per Mcf, and the previous quarter BA should be \$0.0000 per Mcf. Western Lewis's total BA is \$.1013 per Mcf, which is a decrease of \$.0050 per Mcf from the previous total BA of \$.1063 per Mcf.

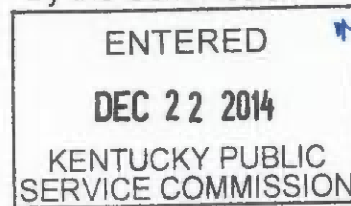
6. Western Lewis's GCR is \$7.4941 per Mcf, which is an increase of \$.1174 per Mcf from the previous rate of \$7.3767 per Mcf.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Western Lewis on and after January 1, 2015.

IT IS THEREFORE ORDERED that:

1. The rates set forth in the Appendix to this Order are approved for service rendered on and after January 1, 2015.
2. Within 20 days of the date of this Order, Western Lewis 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



ATTEST/



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00408 DATED **DEC 22 2014**

The following rates and charges are prescribed for the customers served by Western Lewis-Rectorville Water and Gas District. 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.

RETAIL RATES:

Customer Charge \$1.00 per month

Monthly usage

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cubic feet or less (Minimum Bill)	\$3.9883	\$ 7.4941	\$11.4824
Next 4,000 cubic feet per 1,000 cubic feet	1.4565	7.4941	8.9506
Next 5,000 cubic feet per 1,000 cubic feet	1.3970	7.4941	8.8911
Over 10,000 cubic feet per 1,000 cubic feet	1.2228	7.4941	8.7169

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