COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED) GAS ADJUSTMENT FILING OF) WESTERN LEWIS-RECTORVILLE) WATER AND GAS DISTRICT) CASE NO. 8678-AA

ORDER

On March 1, 1983, the Commission issued its Order in Case No. 8678 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 April 4, 1986, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas had been decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective March 1, 1986, 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) Western Lewis' notice of April 4, 1986, set out certain revisions in rates which Western Lewis proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$1,617 or 2.75 cents per Mcf.

(2) Transmission filed revised rates with the FederalEnergy Regulatory Commission ("FERC") to be effective March 1,1986.

(3) Western Lewis should file with this Commission excess revenues collected from March 1, 1986, to the date the proposed rates are implemented, along with a refund plan.

(4) Western Lewis' adjustments in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8678, dated March 1, 1983, are fair, just and reasonable and in the public interest and should be effective with gas supplied on and after March 1, 1986.

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, 1986.

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

(3) Within 30 days of the date of this Order Western Lewis shall file its excess revenues and refund plan.

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Done at Frankfort, Kentucky, this 17th day of April, 1986.

PUBLIC SERVICE COMMISSION

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ATTEST:

Secretary

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8678-AA DATED 4/17/86

The following rates are prescribed for the customers served by Western Lewis-Rectorville Water and Gas District (Gas Division). 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: Monthly

First	1,000 cu. ft. or less	\$7.09 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	4.9608
Next	5,000 cu. ft. per 1,000 cu. ft.	4.9100
Over	10,000 cu. ft. per 1,000 cu. ft.	4.8108

The base rate for the future application of the purchased gas adjustment clause of Western Lewis-Rectorville Water and Gas District (Gas Division) shall be:

			Demand	Commodity
Columbia Gas	Transmission	Corporation	-	\$3.9741 per Dth