CONMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS) ADJUSTMENT FILING OF WESTERN LEWIS-) CASE NO. 9642-U RECTORVILLE WATER AND GAS DISTRICT)

ORDER

On February 4, 1987, the Commission issued its Order in Case No. 9642 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 July 12, 1989, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas had been increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective August 1, 1989, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

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

(1) Western Lewis's notice of July 12, 1989 set out certain revisions in rates which Western Lewis proposed to place into effect, said rates being designed to pass on a wholesale increase in price from its supplier in the amount of \$9,189. Western Lewis proposed a per Mcf increase of 15.60 cents. However, this amount does not reflect the total increase in the wholesale cost of gas. The increase in retail rates should be 15.64 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for an increase with an effective date of August 1, 1989. These rates are subject to refund; therefore, Western Lewis's rates should be subject to refund.

(3) Western Lewis's corrected adjustments in rates under the PGA provisions approved by the Commission in its Order in Case No. 9642 dated February 4, 1987 are fair, just, and reasonable and in the public interest and should be effective with gas supplied on and after August 11, 1989, subject to refund.

IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix to this Order, attached hereto and incorporated herein, are hereby authorized effective with gas supplied on and after August 11, 1989, subject to refund.

(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.

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Done at Frankfort, Kentucky, this 10th day of August, 1989.

PUBLIC SERVICE COMMISSION

Chairman VICO ha i

1 William, Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 9642-U DATED 8/10/89

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.

Surcharge:

- (1) Customer Charge \$1.00 Per Month
- (2) Usage Charge \$.59 Per Mcf

Rates:	Monthly	
First	1,000 cu. ft. or less \$6.82 (Minimum Bill))
Next	4,000 cu. ft. per 1,000 cu. ft. 4.7016	
Next	5,000 cu. ft. per 1,000 cu. ft. 4.6516	
Over	10,000 cu. ft. per 1,000 cu. ft. 4.5516	

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:

DemandCommodityColumbia Gas Transmission Corporation-\$3.4782 per Dth