COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS) ADJUSTMENT FILING OF WESTERN LEWIS-) CASE NO. 9642-GG 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 October 31, 1990, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas was decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective November 1, 1990, and submitted with its notice certain information in compliance with its purchased gas adjustment clause ("PGA") on file with this Commission.

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

(1) Western Lewis's notice of October 31, 1990 set out certain revisions in rates which Western Lewis proposed to place into effect, said rates being designed to pass on a wholesale decrease in price from its supplier in the amount of \$1,370 or 2.28 cents per Mcf. (2) Transmission applied with the Federal Energy Regulatory Commission for decreased rates with an effective date of November 1, 1990. These rates are subject to refund; hence, Western Lewis's rates should be subject to refund. The effective date for Western Lewis's rates should be on and after November 1, 1990.

(3) Western Lewis should file with this Commission the amount of any overcollections received from November 1, 1990 to the date the approved rates are implemented, along with a refund plan.

(4) The adjustment in Western Lewis's rates under the PGA provisions approved by the Commission in its Order in Case No. 9642 dated February 4, 1987 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after November 1, 1990, subject to refund.

IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after November 1, 1990, 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.

(3) Within 30 days of the date of this Order, Western Lewis shall file the amount of excess revenues collected, along with a refund plan.

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Done at Frankfort, Kentucky, this 28th day of November, 1990.

PUBLIC SERVICE COMMISSION

Chairman

ommissioner

ATTEST:

<u>Executive Director</u>

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9642-GG DATED November 28, 1990.

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 \$7.4862 (Minimum Bill) | | | | |
| Next | 4,000 cu. ft. per 1,000 cu. ft. 5.3681 | | | | |
| Next | 5,000 cu. ft. per 1,000 cu. ft. 5.3181 | | | | |
| Over | 10,000 cu. ft. per 1,000 cu. ft. 5.2181 | | | | |

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-\$4.0306 per Dth