

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-UU
RECTORVILLE WATER AND GAS DISTRICT)	

O R D E R

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 February 14, 1992, 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 February 1, 1992, 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 February 14, 1992 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 \$28,426 or 55.07 cents per Mcf.

2. Transmission applied with the Federal Energy Regulatory Commission for decreased rates with an effective date of February 1, 1992. 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 February 1, 1992.

3. Western Lewis should file with this Commission the amount of any overcollections received from February 1, 1992 to the date the approved rates are implemented, along with a refund plan.

4. Western Lewis incorrectly calculated its proposed rates by not using the most current retail rates established in Case No. 9642-TT;¹ therefore, Western Lewis's proposed rates should be denied.

5. The corrected 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 February 1, 1992, subject to refund.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Western Lewis be and they hereby are denied.

¹ Case No. 9642-TT, The Notice of Purchased Gas Adjustment Filing of Western Lewis-Rectorville Water and Gas District, Order dated February 11, 1992.

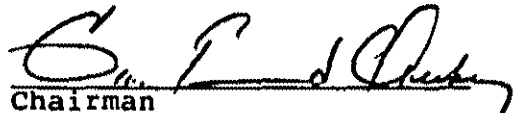
2. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after February 1, 1992, subject to refund.

3. 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.

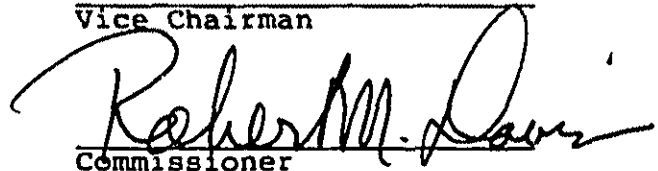
4. Within 30 days of the date of this Order, Western Lewis shall file the amount of excess revenues collected, along with a refund plan.

Done at Frankfort, Kentucky, this 5th day of March, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9642-UU DATED 3/5/92

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	\$5.8958 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	3.7763
Next	5,000 cu. ft. per 1,000 cu. ft.	3.7262
Over	10,000 cu. ft. per 1,000 cu. ft.	3.5797

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:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$2.4458 per Dth