COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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NOTICE OF GAS COST ADJUSTMENT) FILING OF WESTERN LEWIS-) CASE NO. 92-331-E RECTORVILLE WATER AND GAS DISTRICT)

ORDER

On May 12, 1993, in Case No. 92-331, the Commission approved adjustments to the rates of Western Lewis-Rectorville Water and Gas District ("Western Lewis") to recover its purchased gas cost on a quarterly basis in accordance with the provisions of its gas cost adjustment ("GCA") clause.

On June 27, 1994, Western Lewis filed its GCA to be effective from July 1, 1994 to October 1, 1994.

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

1. Western Lewis's notice proposed revised rates to pass on its wholesale increase in gas costs to its customers. Western Lowis's expected gas cost ("EGC") is \$3.6403 per Mcf. Western Lewis had proposed an EGC of \$4.16 per Mcf, but it had not made its calculation based on the total cost of gas from its supplier as included in its filing.

2. Western Lewis's notice set out no refund adjustment.

3. Western Lewis proposed no actual adjustment ("AA"). The AA will be unavailable to Western Lewis until its filing for rates to be effective October 1, 1994.

4. Western Lewis's notice set out no balance adjustment ("BA"). This adjustment will be unavailable to Western Lewis until its filing for rates to be effective January 1, 1996.

5. These combined adjustments produce a corrected gas cost recovery rate ("GCR") of \$3.6403 per Mcf, 21.24 cents per Mcf more than its prior rate.

6. The revised rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered on and after the date of this Order.

IT IS THEREFORE ORDERED that:

1. Western Lewis's proposed rates be and they hereby are denied.

2. The rates in the Appendix to this Order are fair, just, and reasonable, and are effective for service rendered on and after the date of this Order.

Within 30 days of the date of this Order, Western Lewis 3. shall file with this Commission its revised tariffs setting out the rates authorized herein.

9th day of August, 1994. Done at Frankfort, Kentucky, this

PUBLIC SERVICE COMMISSION

airman

ATTEST:

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-331-E DATED August 9, 1994.

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:

1

Customer Charge

\$1.00 per month

Monthly Usage

<u></u>	Base Rate	Gas Cost Recovery Rate	Total
First 1,000 cu. ft. or less (Minimum Bill)	\$3.9883	\$3.6403	\$7.6286
Next 4,000 cu. ft. per 1,000 cu. ft.	1.4565	3.6403	5.0968
Next 5,000 cu. ft. per 1,000 cu. ft.	1.3970	3.6403	5.0373
Over 10,000 cu. ft. per 1,000 cu. ft.	1.2228	3.6403	4.8631