

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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

O R D E R

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 September 1, 1994, Western Lewis filed its GCA to be effective from October 1, 1994 to January 1, 1995.

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 Lewis's expected gas cost ("EGC") is \$4.4539 per Mcf. Western Lewis had proposed an EGC of \$4.30 per Mcf, but it had not made its calculation based on its 12 month sales volume reported on Schedule 1A of its filing.

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

3. Western Lewis proposed an actual adjustment ("AA") of 20 cents per Mcf. The AA should be (18.98) cents per Mcf to return net over-recoveries of April, May, and June 1994 gas cost to its

customers. Western Lewis had set out all monthly cost differences as under-recoveries.

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 \$4.2641 per Mcf, 62.38 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 October 1, 1994.

IT IS THEREFORE ORDERED that:

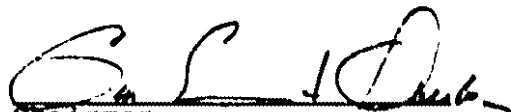
1. Western Lewis's proposed rates be and they hereby are denied.

2. The rates in the Appendix to this Order are fair, just, and reasonable, and are effective for service rendered on and after October 1, 1994.

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.

Done at Frankfort, Kentucky, this 3rd day of October, 1994.

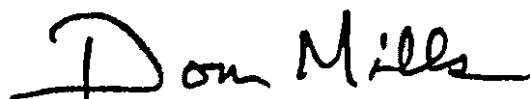
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 92-331-F DATED October 3, 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:

Customer Charge	\$1.00 per month		
<u>Monthly Usage</u>	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cu. ft. or less (Minimum Bill)	\$3.9883	\$4.2641	\$8.2524
Next 4,000 cu. ft. per 1,000 cu. ft.	1.4565	4.2641	5.7206
Next 5,000 cu. ft. per 1,000 cu. ft.	1.3970	4.2641	5.6611
Over 10,000 cu. ft. per 1,000 cu. ft.	1.2228	4.2641	5.4869