COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT) FILING OF WESTERN LEWIS-) RECTORVILLE WATER AND GAS DISTRICT)

CASE NO. 92-331-GG

<u>ORDER</u>

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 Western Lewis's gas cost adjustment ("GCA") clause.

On February 8, 2001, Western Lewis filed its GCA to be effective March 1, 2001. Western Lewis has modified its GCA clause to allow it to file a GCA monthly until further notice. Western Lewis requested a waiver of the 30-day notice requirement.

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

1. In its notice, Western Lewis proposed revised rates to pass on its expected decrease in gas costs to its customers. Western Lewis's proposed expected gas cost ("EGC") is \$8.2541 per Mcf, a decrease of \$4.2187 per Mcf from the prior EGC of \$12.4728.

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

3. Western Lewis proposed no current actual adjustment ("AA"). Western Lewis also did not propose a total AA although the previous total AA of (1.84) cents per Mcf should remain in effect.

4. Western Lewis proposed no current balance adjustment ("BA"). Western Lewis also did not propose a total BA although the previous total BA of .22 cents per Mcf should remain in effect.

5. These combined adjustments produce a corrected gas cost recovery rate ("GCR") of \$8.2379 per Mcf, \$4.2187 per Mcf less than the prior rate of \$12.4566.

6. The revised rates in the Appendix to this Order are fair, just, and reasonable, are in the public interest, and should be approved for bills rendered on and after March 1, 2001. Western Lewis requested a waiver of the 30-day notice requirement in order to implement its rate decrease effective on March 1, 2001. The grounds cited by Western Lewis constitute good cause to shorten the notice period pursuant to KRS 278.180(1).

IT IS THEREFORE ORDERED that:

1. Western Lewis's motion to shorten the 30-day notice period is granted.

2. Western Lewis's proposed rates are denied.

3. The rates in the Appendix to this Order are fair, just, and reasonable, and are effective for bills rendered on and after March 1, 2001.

4. 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 20th day of February, 2001.

By the Commission

ATTEST:

Thomas \mathbb{N} Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-331-GG DATED FEBRUARY 20th, 2001

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

Monthly usage

	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
First 1,000 cubic feet or less (Minimum Bill)	\$3.9883	\$8.2379	\$12.2262
Next 4,000 cubic feet per 1,000 cubic feet	1.4565	8.2379	9.6944
Next 5,000 cubic feet per 1,000 cubic feet	1.3970	8.2379	9.6349
Over 10,000 cubic feet per	1.2228	8.2379	9.4607