

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-II

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 in accordance with the provisions of Western Lewis's gas cost adjustment ("GCA") clause.

On April 11, 2001, Western Lewis filed its GCA to be effective May 1, 2001. Western Lewis has modified its GCA clause to allow it to file a GCA monthly until further notice. Western Lewis filed a request for a waiver of the 30-day notice requirement stating that it does not receive its gas cost from its supplier until the fifth or sixth day of the month.

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 increase in gas costs to its customers. Western Lewis's proposed expected gas cost ("EGC") is \$7.3641 per Mcf, an increase of 52.81 cents per Mcf from the prior EGC of \$6.8360.
2. Western Lewis's notice set out no refund adjustment.

3. Western Lewis proposed no current quarter actual adjustment ("AA"). Western Lewis proposed a total AA of \$1.2037 per Mcf. This represents no change over the previously approved total AA.

4. Western Lewis proposed no current quarter balance adjustment ("BA"). Western Lewis proposed a total BA of .07 cent per Mcf. Western Lewis incorrectly carried forward the current quarter AA from Case No. 92-331-HH rather than the total BA. Correcting for this produces a total BA of 1.02 cent per Mcf.

5. These combined adjustments produce a corrected gas cost recovery rate ("GCR") of \$8.578 per Mcf, 52.81 cents per Mcf more than the prior rate of \$8.0499.

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 May 1, 2001.

IT IS THEREFORE ORDERED that:

1. Western Lewis's proposed rates are denied.
2. The rates in the Appendix to this Order are fair, just, and reasonable, and are effective for bills rendered on and after May 1, 2001.
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 26<sup>th</sup> day of April, 2001.

By the Commission

ATTEST:

  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 92-331-II DATED APRIL, 27, 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		
<u>Monthly usage</u>		Gas Cost Recovery Rate	<u>Total</u>
	<u>Base Rate</u>		
First 1,000 cubic feet or less (Minimum Bill)	\$3.9883	\$8.578	\$12.5663
Next 4,000 cubic feet per 1,000 cubic feet	1.4565	8.578	10.0345
Next 5,000 cubic feet per 1,000 cubic feet	1.3970	8.578	9.9750
Over 10,000 cubic feet per	1.2228	8.578	9.8008