#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST)ADJUSTMENT FILING OF)BURKESVILLE GAS COMPANY, INC.)

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On November 20, 2000, in Case No. 2000-158, the Commission approved certain adjusted rates for Burkesville Gas Company, Inc. ("Burkesville"), and provided for their further adjustment on a quarterly basis in accordance with Burkeville's gas cost adjustment ("GCA") clause.

On May 17, 2001, Burkesville filed its GCA to be effective June 17, 2001. On May 25, 2001, Burkesville filed a supplemental request to change the effective date of its filing in order to implement the proposed reduction in rates by June 1, 2001. Since this filing results in a rate decrease, the 30-day and 20-day notice requirements set out in KRS 278.180(1) are not applicable. Pursuant to KRS 278.180(2), a rate decrease may be implemented within a lesser period of time.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Burkesville's notice proposes revised rates designed to pass on expected decreased wholesale gas cost to its customers. Burkesville's proposed expected gas cost ("EGC") is \$7.2242 per Mcf, a decrease of \$1.0821 per Mcf from the prior EGC of \$8.3063.

2. Burkesville proposes no supplier refunds. Its notice sets out no refund adjustment.

3. Burkesville's notice sets out no current actual adjustment ("AA"). Burkesville's notice sets out a total AA of 28.28 cents per Mcf which represents no change from the previous total AA.

4. These adjustments produce a gas cost recovery rate of \$7.5070 per Mcf,\$1.0821 per Mcf less than the prior rate of \$8.5891.

5. The rate adjustment in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be effective for service rendered on and after June 1, 2001. Burkesville requested a waiver of the 30-day notice in order to implement the decrease in its GCA by June 1, 2001. KRS 278.180(2) permits an effective date less than 20 days from the filing date in the case of a reduction in rates. Therefore, the rates approved herein should be effective for service rendered on and after June 1, 2001.

IT IS THEREFORE ORDERED that:

1. Burkesville's request to shorten the 30-day notice requirement to make its GCA effective June 1, 2001 is granted.

2. The rates in the Appendix to this Order are fair, just, and reasonable and are effective for service rendered on and after June 1, 2001.

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

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Done at Frankfort, Kentucky, this 31<sup>st</sup> day of May, 2001.

By the Commission

ATTEST:

- Thomas 3~\_\_\_\_ Executive Director

## APPENDIX

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2000-158-B DATED MAY 31, 2001

The following rates and charges are prescribed for the customers served by Burkesville Gas Company, Inc. 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 date of this Order.

## RATES:

	Base Rate	Gas Cost Recovery <u>Rate</u>	Total
Residential	\$4.25	\$7.5070	\$11.7570
Industrial	\$3.90	\$7.5070	\$11.4070