

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF BURKESVILLE GAS) CASE NO. 2010-00187
COMPANY, INC.)

ORDER

On October 31, 2008, in Case No. 2008-00032,¹ the Commission approved rates for Burkesville Gas Company, Inc. ("Burkesville") and provided for their further adjustment on a monthly basis in accordance with Burkesville's Gas Cost Adjustment ("GCA") clause.

On April 29, 2010, Burkesville filed its proposed GCA to be effective June 1, 2010.

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

1. Burkesville's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Burkesville's proposed Expected Gas Cost ("EGC") is \$8.2222 per Mcf, which is a decrease of \$.7455 per Mcf from the prior EGC of \$8.9677 per Mcf.
3. Burkesville's notice sets out no Refund Adjustment.

¹ Case No. 2008-00032, Application of Burkesville Gas Company, Inc. for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities and for an Increase in Certain Nonrecurring Charges (Ky. PSC Oct. 31, 2008).

4. Burkesville's notice sets out a current Actual Adjustment ("AA") of (\$3.2210) per Mcf to return to its customers over-recoveries of gas from the period February 1, 2009 through January 31, 2010. Due to its failure to file its required GCA filings, Burkesville's rates have continued to collect expired previous quarter AAs. This has resulted in Burkesville's returning to its customers \$5,178 more than they were entitled to receive through the operation of the AA. Burkesville's current quarter AA should be adjusted to reflect the net under-recovery of gas cost through January 31, 2010. Burkesville's current quarter AA should be (\$3.0887) per Mcf, which is also the total AA. The total AA of (\$3.0887) represents an increase of \$.2456 per Mcf from the previous total AA of (\$3.3343) per Mcf.

5. Burkesville's GCA is \$5.1335 per Mcf, which is \$.4999 per Mcf less than the previous GCA of \$5.6334 per Mcf.

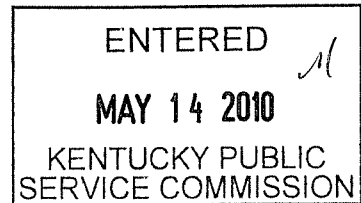
6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Burkesville on and after June 1, 2010.

IT IS THEREFORE ORDERED that:

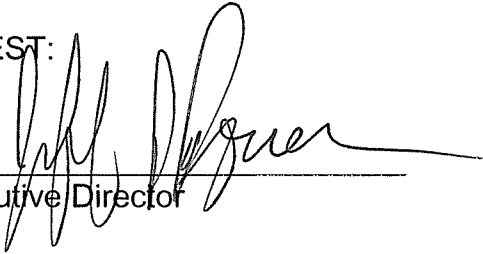
1. Burkesville's proposed rates are hereby denied.
2. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after June 1, 2010.
3. Within 20 days of the date of this Order, Burkesville shall file its revised tariffs with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

4. Burkesville shall timely file its future adjustments pursuant to its GCA tariff on file with this Commission.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00187 DATED **MAY 14 2010**

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 the Commission prior to the effective date of this Order.

RATES:

Customer Charge \$7.50

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$7.54	\$5.1335	\$12.6735
Industrial	\$7.19	\$5.1335	\$12.3235

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