#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING	)	
OF WESTERN LEWIS-RECTORVILLE	)	CASE NO. 2011-00067
WATER AND GAS	)	

### ORDER

On May 12, 1993, in Case No. 1992-00331, the Commission approved rates for Western Lewis-Rectorville Water and Gas District ("Western Lewis") and provided for their further adjustment in accordance with the Western Lewis Gas Cost Adjustment clause.<sup>1</sup>

On February 28, 2011, Western Lewis filed its proposed Gas Cost Recovery Rate ("GCR") to be effective April 1, 2011.

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

- 1. Western Lewis's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
- 2. Western Lewis's notice sets out an Expected Gas Cost ("EGC") of \$4.6023 per Mcf, which is a decrease of \$.9775 per Mcf from its previous EGC of \$5.5798 per Mcf.
  - 3. Western Lewis's notice sets out no Refund Adjustment.

<sup>&</sup>lt;sup>1</sup> Case No. 1992-00331, The Application of Western Lewis-Rectorville for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC May 12, 1993).

- 4. Western Lewis's notice sets out a current quarter Actual Adjustment ("AA") of (\$.3657) per Mcf. Western Lewis calculated its AA using an incorrect "EGC in effect for month" for October, November, and December 2010. Western Lewis used \$5.5798 instead of the \$7.7425 per Mcf EGC approved to be charged during the months of October, November, and December 2010 in Case No. 2010-00342. Correcting this error produces a current quarter AA of (\$.8962) per Mcf. Western Lewis's total AA is (\$1.6286) per Mcf, which is a decrease of \$1.0114 per Mcf from the previous total AA of (\$.6172) per Mcf.
- 5. Western Lewis's notice sets out a current quarter Balance Adjustment ("BA") of \$.0012 per Mcf. Western Lewis's total BA is (\$.1695) per Mcf, which is an increase of \$.0022 per Mcf from the previous total BA of (\$.1717) per Mcf.
- 6. Western Lewis's GCR is \$2.8042 per Mcf, which is a decrease of \$1.9867 per Mcf from the previous rate of \$4.7909 per Mcf.
- 7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Western Lewis on and after April 1, 2011.

#### IT IS THEREFORE ORDERED that:

- 1. Western Lewis's proposed rates are denied.
- 2. The rates in the Appendix to this Order are approved for service rendered on and after April 1, 2011.

<sup>&</sup>lt;sup>2</sup> Case No. 2010-00342, Purchased Gas Adjustment Filing of Western Lewis-Rectorville Water and Gas (Ky. PSC Sept. 24, 2010).

3. Within 20 days of the date of this Order, Western Lewis shall file its revised tariff sheets with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission



Executive Direct

# APPENDIX

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00067 DATED MAR 2 3 2011

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	\$ 2.8042	\$ 6.7925
Next 4,000 cubic feet per 1,000 cubic feet	1.4565	2.8042	4.2607
Next 5,000 cubic feet per 1,000 cubic feet	1.3970	2.8042	4.2012
Over 10,000 cubic feet per 1,000 cubic feet	1.2228	2.8042	4.0270

Pauline Bickley Senior Office Clerk Western Lewis-Rectorville Water and Gas District 8044 KY 3161 Maysville, KY 41056-9344