

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF BURKESVILLE GAS)	CASE NO.
COMPANY, INC.)	2016-00090

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 Purchased Gas Cost Adjustment (“GCA”) clause. On June 1, 2013, Burkesville implemented a revision in its GCA clause to provide for quarterly adjustment of its rates.

On February 23, 2016, Burkesville filed its Gas Cost Recovery (“GCR”) rate application with a proposed effective date of March 28, 2016.

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 gas costs.
2. Burkesville’s proposed Expected Gas Cost (“EGC”) is \$7.0755 per Mcf, which is a decrease of \$.6193 per Mcf from the prior EGC of \$7.6948 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* (Ky. PSC Oct. 31, 2008).

4. Burkesville's notice sets out a current Actual Cost Adjustment ("ACA") of (\$.0578) per Mcf. Burkesville did not update its Previous Quarter ACA, Second Previous Quarter ACA, and Third Previous Quarter ACA from its previous GCR rate application. Correcting these to include the correct ACA factors produces a total ACA of (\$.7985) per Mcf, which is a decrease of \$.0282 per Mcf from its previous total ACA of (\$.7703) per Mcf.


5. Burkesville's corrected GCR rate is \$6.2770 per Mcf, which is a decrease of \$.6475 per Mcf from the previous GCR rate of \$6.9245 per Mcf.

6. The rates set forth in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Burkesville on and after March 28, 2016.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Burkesville are denied.
2. The rates set forth in the Appendix to this Order are approved for service rendered by Burkesville on and after March 28, 2016.
3. Within 20 days of the date of this Order, Burkesville shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED 
MAR 18 2016
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Acting Executive Director 

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00090 DATED **MAR 18 2016**

The following rates and charges are prescribed for the customers in the area 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	\$6.2770	\$13.8170
Industrial	\$7.19	\$6.2770	\$13.4670

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