

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF BURKESVILLE GAS)	CASE NO.
COMPANY, INC.)	2018-00328

ORDER

On September 26, 2018, Burkesville Gas Company, Inc. (Burkesville), filed its Gas Cost Recovery (GCR) rate application with a proposed effective date of October 28, 2018.

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

1. Burkesville's application includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Burkesville's application sets out an Expected Gas Cost (EGC) of \$7.9705 per Mcf.
3. Burkesville's application sets out no Refund Adjustment.
4. Burkesville's application sets out a current quarter Actual Cost Adjustment (ACA) of (\$.2650) per Mcf. Burkesville used the incorrect EGG in effect for the month of April 2018 in the calculation of its current quarter ACA. Burkesville's corrected current quarter ACA is (\$.0190) per Mcf. Burkesville's corrected total ACA is (\$.2657) per Mcf.
5. Burkesville's corrected GCR rate is \$7.7048 per Mcf, which is an increase of \$.2945 per Mcf from the previous GCR rate of \$7.4103 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 October 28, 2018.

7. The Commission notes that while this application was filed to be effective October 28, 2018, Burkesville's tariff requires that it file its GCR at least 30 days prior to the beginning of each calendar quarter.¹ Therefore, pursuant to its tariff, Burkesville should have filed its current application no later than 30 days prior to October 1, 2018, for rates to become effective for the calendar quarter of October, November, and December 2018. However, Burkesville did not file its GCR application to be effective for the calendar quarters set out in its tariff, rather it filed its application on September 26, 2018, for rates to be effective October 28, 2018. In order to ensure that Burkesville is in compliance with its tariff in future filings, Burkesville should file its next GCR application on or about November 28, 2018, for rates effective for the January 2019 billing cycle.

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 October 28, 2018.
3. Burkesville shall file its next GCR application with the Commission on or about November 28, 2018, for the calendar quarter of January through March 2019.
4. 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

¹ Tariff of Burkesville Gas Company, Inc., PSC KY No. 2, Sheet No. 10.

setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

5. This case is closed and removed from the Commission's docket.

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By the Commission

ENTERED
OCT 23 2018
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00328 DATED **OCT 23 2018**

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 the authority of the Commission prior to the effective date of this Order.

RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$7.5400	\$7.7048	\$15.2448
Industrial	\$7.1900	\$7.7048	\$14.8948

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