COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS ADJUSTMENT)	CASE NO.
FILING OF WESTERN LEWIS-RECTORVILLE)	2021-00048
WATER AND GAS DISTRICT)	

ORDER

On January 29, 2021, Western Lewis-Rectorville Water and Gas District (Western Lewis-Rectorville District) filed its proposed Gas Cost Recovery (GCR) rate to be effective March 1, 2021. On February 17, 2021, Western Lewis-Rectorville District filed a letter stating that they had used an incorrect effective date and requested a new effective date of April 1, 2021. Western Lewis-Rectorville District's Gas Cost Adjustment Clause Tariff sets forth the calendar quarters for when the GCR rate should be in effect and the month of April falls within the defined period. Western Lewis-Rectorville District's previous GCR rate was approved in Case No. 2020-00383.¹

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

- Western Lewis-Rectorville District's report includes revised rates designed to pass on to its customers its expected change in gas costs.
- 2. Western Lewis-Rectorville District's report sets out an Expected Gas Cost (EGC) of \$4.524 per Mcf. Due to a spreadsheet rounding error, Western Lewis-Rectorville District erroneously set out an incorrect EGC. Western Lewis-Rectorville

¹ Case No. 2020-00383, *Electronic Purchased Gas Adjustment Filing of Western Lewis-Rectorville Water and Gas District* (Ky. PSC Dec. 21, 2020).

District's corrected EGC is \$4.5237 per Mcf, which is a decrease of \$.1670 per Mcf from its previous EGC of \$4.6907 per Mcf.

- 3. Western Lewis-Rectorville District's report sets out a Refund Adjustment (RA) of (\$1.2500) per Mcf. In Case No. 2017-00106.² The Commission ordered Western Lewis-Rectorville District to set its RA to a rate of (\$1.25) per Mcf for the next four years or until \$171,302.00 has been refunded to customers. The refund adjustment amount became effective starting on July 1, 2017, in Case No. 2017-00222³. After reviewing the monthly sales volume reported in Western Lewis-Rectorville District's current and prior GCR reports, the Commission finds that Western Lewis-Rectorville District has refunded a total of \$161,818.75 to its customers. The Commission finds that the RA of (\$1.2500) per Mcf should be removed from this and future GCR reports. The Commission also finds that the remaining \$9,483.25 should be added as a credit to the current quarter Actual Adjustment (AA) calculation so the full refund can be made.
- 4. Western Lewis-Rectorville District's report sets out a current quarter AA of (\$.7667) per Mcf. The remaining \$9,483.25 credited to the monthly cost difference produces a current quarter AA of (\$1.0226) per Mcf, and a total AA of (\$1.2828) per Mcf, which is a decrease of \$1.0997 per Mcf from its previous total AA of (\$.1831) per Mcf.
 - 5. Western Lewis-Rectorville District's report sets out no Balance Adjustment.
- 6. Western Lewis-Rectorville District's corrected GCR rate is \$3.2409 per Mcf, which is a decrease of \$.0167 per Mcf from the previous GCR rate of \$3.2576 per Mcf.

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² Case No. 2017-00106, *Purchased Gas Adjustment Filing of Western Lewis-Rectorville Water and Gas District* (Ky. PSC May 16, 2017).

³ Case No. 2017-00222, *Purchased Gas Adjustment Filing of Western Lewis-Rectorville Water and Gas District* (Ky. PSC June 12, 2017).

- 7. The rates as set forth in the Appendix to this Order are fair, just and reasonable and should be approved for service rendered by Western Lewis-Rectorville District on and after April 1, 2021.
- 8. Should Western Lewis-Rectorville District purchase sustainable natural gas from a renewable source during the reporting period of any future GCR reports, then the supplier, cost, and amount must be documented in its cover letter to the Commission.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by Western Lewis-Rectorville District are denied.
- 2. The rates set forth in the Appendix to this Order are approved for service rendered on and after April 1, 2021.
- 3. Within 20 days of the date of entry of this Order, Western Lewis-Rectorville District 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.
 - This case is closed and removed from the Commission's docket.

By the Commission

ENTERED

MAR 31 2021
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KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2021-00048 DATED MAR 31 2021

The following rates and charges are prescribed for the customers in the area 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 the authority of this Commission prior to the effective date of this Order.

Monthly usage

	<u>Base Rate</u>	Gas Cost Recovery <u>Base Rate</u> <u>Rate</u>	
All MCF	\$1.5642	\$3.2409	\$4.8051

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