COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED GAS)CASE NO.ADJUSTMENT FILING OF BURKESVILLE GAS)2022-00058COMPANY, INC.))

On February 28, 2022, Burkesville Gas Company, Inc. (Burkesville) filed its Gas

Cost Recovery (GCR) rate report for rates with a proposed effective date of March 28,

2022. Burkesville's previous GCR rate was approved in Case No. 2021-00433.¹

The Commission's standard of review for GCR rates is well settled as stated in

KRS 278.274(1):

In determining whether proposed natural gas utility rates are just and reasonable, the commission shall review the utility's gas purchasing practices. The commission may disallow any costs or rates which are deemed to result from imprudent purchasing practices on the part of the utility.

Further, the utility has the burden to prove the rates are just and reasonable and

the Commission may reduce the purchased gas component of the utility's rates or the

rates charged by an affiliated company to the extent the amount is deemed to be unjust

or unreasonable.²

After reviewing the evidence of record and being otherwise sufficiently advised,

the Commission finds that:

¹ Case No. 2021-00433, *Electronic Purchased Gas Adjustment Filing of Burkesville Gas Company, Inc.* (Ky. PSC Dec. 16, 2021).

² KRS 278.274(2); KRS 278.274(3)(c), and KRS 278.274(3)(d).

1. Burkesville's report includes revised rates designed to pass on to its customers its expected change in gas costs.

2. Burkesville's report sets out an Expected Gas Cost (EGC) of \$9.7212 per Mcf, which is a decrease of \$0.3981 per Mcf from the previous EGC of \$10.1193 per Mcf.

3. Burkesville's report sets out no Refund Adjustment.

4. Burkesville's report sets out a current quarter Actual Cost Adjustment (ACA) of \$0.7248 per Mcf. Burkesville's total ACA is \$0.5622 per Mcf, which is an increase of \$0.7704 per Mcf from the previous total ACA of (\$0.2082) per Mcf.

5. Burkesville's GCR rate is \$10.2834 per Mcf, which is an increase of \$0.3723 per Mcf from the previous GCR rate of \$9.9111 per Mcf.

6. The rates set forth in the Appendix to this Order are fair, just and reasonable and are approved for service rendered by Burkesville on and after March 30, 2022. Burkesville did not provide the 30 days' notice required for its rate to be effective March 28, 2022.

7. Should Burkesville 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 Burkesville and set forth in the Appendix to this Order are approved for service rendered on and after March 30, 2022.

2. Within 20 days of the date of entry of this Order, Burkesville shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff

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

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

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PUBLIC SERVICE COMMISSION Chairman Ihare Chairman

Commissioner



ATTEST:

<u>Mancy Vusel</u> fer Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2022-00058 DATED MAR 29 2022

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:

	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
Residential	\$7.5400	\$10.2834	\$17.8234
Industrial	\$7.1900	\$10.2834	\$17.4734

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