



Ernie Fletcher
Governor

Mark David Goss
Chairman

LaJuana S. Wilcher, Secretary
Environmental and Public
Protection Cabinet

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

Teresa J. Hill
Vice Chairman

Christopher L. Lilly
Commissioner
Department of Public Protection

Gregory Coker
Commissioner

December 21, 2005

Pauline Bickley
Senior Office Clerk
Western Lewis-Rectorville Water and Gas District
8000 Day Pike
Maysville, KY 41056-9344

CERTIFICATE OF SERVICE

RE: Case No. 2005-00520
Western Lewis-Rectorville Water and Gas District

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on December 21, 2005.

Executive Director

BOD/jc
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)
FILING OF WESTERN LEWIS-) CASE NO. 2005-00520
RECTORVILLE WATER AND GAS DISTRICT)

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 Western Lewis’s gas cost adjustment (“GCA”) clause.¹

On December 7, 2005, Western Lewis filed its proposed GCA to be effective January 1, 2006. Western Lewis requests a waiver of the 30-day notice period because it did not receive its expected gas rates from its supplier until after December 1, 2005. As KRS 278.180 permits the Commission to shorten the required notice period for good cause, the Commission finds the request should be granted.

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 wholesale gas costs.

¹ 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.

2. Western Lewis's notice sets out an expected gas cost ("EGC") of \$16.6165 per Mcf, which is a decrease of 36.25 cents per Mcf from its prior EGC of \$16.9790.

3. Western Lewis's notice sets out no refund adjustment.

4. Western Lewis's notice sets out a current quarter actual adjustment ("AA") of 9.4 cents per Mcf. Western Lewis's total AA is (\$1.7052) per Mcf, which is an increase of 11.4 cents per Mcf from its previous total AA.

5. Western Lewis's notice sets out a current quarter balance adjustment ("BA") of (1.04) cent per Mcf. Western Lewis's notice sets out a total BA of 2.39 cents per Mcf, which is an increase of 4.64 cents per Mcf from its previous total BA.

6. Western Lewis's gas cost recovery rate ("GCR") is \$14.9352 per Mcf, which is a decrease of 20.21 cents per Mcf from its previous rate of \$15.1373.

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 January 1, 2006.

IT IS THEREFORE ORDERED that:

1. Western Lewis's request to shorten the period in which it must provide notice of the proposed adjustment from 30 days to 20 days is granted.

2. The rates in the Appendix to this Order are approved for billing for service rendered on and after January 1, 2006.

3. Within 20 days of the date of this Order, Western Lewis shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 21st day of December, 2005.

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00520 DATED December 21, 2005.

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		
<u>Monthly usage</u>			
	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cubic feet or less (Minimum Bill)	\$3.9883	\$14.9352	\$18.9235
Next 4,000 cubic feet per 1,000 cubic feet	1.4565	14.9352	16.3917
Next 5,000 cubic feet per 1,000 cubic feet	1.3970	14.9352	16.3322
Over 10,000 cubic feet per 1,000 cubic feet	1.2228	14.9352	16.1580