

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF BURKESVILLE GAS)	CASE NO. 2011-00145
COMPANY, INC.)	

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 Gas Cost Adjustment (“GCA”) clause.

On April 26, 2011, Burkesville filed its proposed GCA to be effective June 1, 2011.

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 wholesale gas costs.
2. Burkesville’s proposed Expected Gas Cost (“EGC”) is \$8.4726 per Mcf, which is a decrease of \$.0650 per Mcf from the prior EGC of \$8.5376 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 and for an Increase in Certain Nonrecurring Charges (Ky. PSC Oct. 31, 2008).

4. Burkesville's notice sets out a current Actual Adjustment ("AA") of (\$.6763) per Mcf. Burkesville's total AA of (\$1.1982) per Mcf represents an increase of \$2.4124 per Mcf from the previous total AA of (\$3.6106) per Mcf.

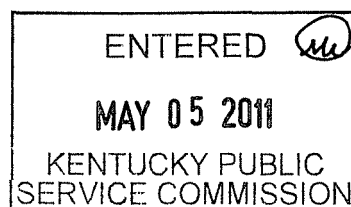
5. Burkesville's proposed GCA rate was calculated as \$7.2745 due to a spread sheet error. Correcting this produces a GCA of \$7.2744 per Mcf, which is an increase of \$2.3474 per Mcf from the previous GCA of \$4.9270 per Mcf.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Burkesville on and after June 1, 2011.

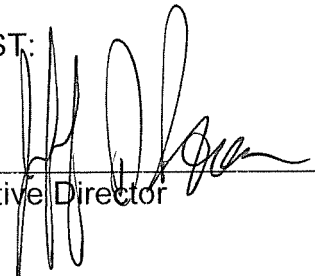
IT IS THEREFORE ORDERED that:

1. The rates proposed by Burkesville are denied.
2. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after June 1, 2011.
3. Within 20 days of the date of this Order, Burkesville shall file its revised tariffs with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00145 DATED **MAY 05 2011**

The following rates and charges are prescribed for the customers 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	\$7.2744	\$14.8144
Industrial	\$7.19	\$7.2744	\$14.4644

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