



# Western Lewis-Rectorville Water & Gas



OFFICE  
8044 KY 3161  
Maysville, KY 41056  
(606)742-0014  
(606)742-0015  
1-800-230-5740  
(606)742-0016 Fax

TTD/DEAF, HARD OF HEARING  
SPEECH IMPAIRED PERSONS  
CALL 711  
TTY USERS CALL  
1-800-648-6056  
NON-TTY USERS CALL  
1-800-648-6057

WATER  
TREATMENT PLANT  
8012 Kennedy Creek Rd  
Maysville, KY 41056  
(606)564-4449  
(606)564-4414 Fax

May 24, 2011

Jeff Derouen  
Executive Director  
Public Service Commission  
Post Office Box 615  
211 Sower Boulevard  
Frankfort, Ky. 40602

RECEIVED  
MAY 26 2011  
PUBLIC SERVICE  
COMMISSION

RE: Case No.  
Western Lewis- Rectorville Water and Gas District  
(Rates- GCR)

Dear Mr. Derouen,

Enclosed is the original plus ten (10) copies of the Gas Cost Recovery Rates to become effective July 01, 2011.  
Should additional information be needed, please advise.

Sincerely,

*Pauline Bickley*  
Pauline Bickley  
Senior Office Clerk

BEFORE THE PUBLIC SERVICE COMMISSION OF KENTUCKY

IN THE MATTER OF

THE NOTICE OF

GAS COST RECOVERY

FILING OF THE WESTERN LEWIS-RECTORVILLE GAS DISTRICT

**CASE NO. 2011-**

NOTICE OF APPLICATION

**RECEIVED**

MAY 26 2011

PUBLIC SERVICE  
COMMISSION

YOUR APPLICANT, WESTERN LEWIS-RECTORVILLE GAS DISTRICT (THE DISTRICT) FOR THE PURPOSE OF COMPLYING WITH RULES AND REGULATIONS OF THE COMMISSION RESPECTFULLY ASSERTS:

1. IT IS A WATER AND GAS DISTRICT DULY ORGANIZED AND EXISTING UNDER THE LAWS OF THE COMMONWEALTH OF KENTUCKY.
2. CORRESPONDENCE AND COMMUNICATION WITH RESPECT OF THIS NOTICE SHOULD BE DIRECTED TO:

**PAULINE BICKLEY  
SENIOR OFFICE CLERK  
8044 KY 3161  
MAYSVILLE, KY 41056**

3. WESTERN LEWIS-RECTORVILLE GAS DISTRICT GIVES THIS NOTICE TO THE PUBLIC SERVICE COMMISSION OF KENTUCKY PURSUANT TO THE GAS COST RECOVERY CLAUSE IN THE ORDER OF THE COMMISSION, DATED NOVEMBER 30, 1993.

4. THE DISTRICT HEREBY REQUESTS PERMISSION TO ADJUST ITS RATES, DUE TO A CHANGE IN ATMOS ENERGY MARKETING LLC RATES, IN ORDER TO FURTHER COMPLY WITH THE RULES AND REGULATIONS OF THE COMMISSION. THE FOLLOWING EXHIBITS ARE ATTACHED HERETO AND MADE A PART HEREOF.

Company Name

Western-Lewis Rectorville

Quarterly Report of Gas Cost  
Recovery Rate Calculation

Date Filed:

June 1, 2011

Date Rates to be Effective:

July 1st 2011

Reporting Period is Calendar Quarter Ended:

MARCh 31, 2011

SCHEDULE I

GAS COST RECOVERY RATE SUMMARY

<u>Component</u>	<u>Unit</u>	<u>Amou</u>
Expected Gas Cost (EGC)	\$/Mcf	5.9169
+ Refund Adjustment (RA)	\$/Mcf	
+ Actual Adjustment (AA)	\$/Mcf	-1.8672
+ Balance Adjustment (BA)	\$/Mcf	-.0863
= Gas Cost Recovery Rate (GCR)		3.9634
GCR to be effective for service rendered from _____		to _____

A. <u>EXPECTED GAS COST CALCULATION</u>	<u>Unit</u>	<u>Amou</u>
Total Expected Gas Cost (Schedule II)	\$	250,871
÷ Sales for the 12 months ended _____	Mcf	42,399
= Expected Gas Cost (EGC)	\$/Mcf	5.9169

B. <u>REFUND ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amou</u>
Supplier Refund Adjustment for Reporting Period (Sch.III)		
+ Previous Quarter Supplier Refund Adjustment	\$/Mcf	
+ Second Previous Quarter Supplier Refund Adjustment	\$/Mcf	
+ Third Previous Quarter Supplier Refund Adjustment	\$/Mcf	
= Refund Adjustment (RA)	\$/Mcf	

C. <u>ACTUAL ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amou</u>
Actual Adjustment for the Reporting Period (Schedule IV)	\$/Mcf	-.4263
+ Previous Quarter Reported Actual Adjustment	\$/Mcf	-.8962
+ Second Previous Quarter Reported Actual Adjustment	\$/Mcf	-.0229
+ Third Previous Quarter Reported Actual Adjustment	\$/Mcf	-.5218
= Actual Adjustment (AA)	\$/Mcf	-1.8672

D. <u>BALANCE ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amou</u>
Balance Adjustment for the Reporting Period (Schedule V)	\$/Mcf	.0014
+ Previous Quarter Reported Balance Adjustment	\$/Mcf	.0012
+ Second Previous Quarter Reported Balance Adjustment	\$/Mcf	.0247
+ Third Previous Quarter Reported Balance Adjustment	\$/Mcf	-.0642
= Balance Adjustment (BA)		-.0863

SCHEDULE II  
EXPECTED GAS COST

Actual \* MCF Purchases for 12 months ended

(1) Supplier	(2) Dth	(3) BTU Conversion Factor	(4) Mcf	(5)** Rate	(6) ② X (5) Cost
Atmos Energy	45,399	1015.6	44,906	5.56	252,418

Totals	<u>45,399</u>		<u>44,906</u>		<u>252,418</u>
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Line loss for 12 months ended 44,906 Mcf and sales of 42,399 is .06 % based on purchases of Mcf.

Total Expected Cost of Purchases (6)	Unit	Amount
÷ Mcf Purchases (4)	\$	252,418
= Average Expected Cost Per Mcf Purchased	Mcf	44,906
x Allowable Mcf Purchases (must not exceed Mcf sales ÷ .95)	\$/Mcf	5.6210
= Total Expected Gas Cost (to Schedule IA)	Mcf	44,631
	\$	250,871

\*Or adjusted pursuant to Gas Cost Adjustment Clause and explained herein.

\*\*Supplier's tariff sheets or notices are attached.

SCHEDULE IV  
ACTUAL ADJUSTMENT

For the 3 month period ended

(reporting period)

<u>Particulars</u>	<u>Unit</u>	Month 1 (Jan)	Month 2 (Feb)	Month 3 (MAR.)
Total Supply Volumes Purchased	Mcf	10,672	7470	5851
Total Cost of Volumes Purchased	\$	58,289	38,173	23,604
÷ Total Sales (may not be less than 95% of supply volumes)	Mcf	10,138	9133	5558
= Unit Cost of Gas	\$/Mcf	5.7496	4.1797	4.2469
- EGC in effect for month	\$/Mcf	5.5798	5.5798	5.5798
= Difference [(over-)/Under-Recovery]	\$/Mcf	.1698	-1.4001	-1.3329
x Actual sales during month	Mcf	9714	9133	5204
= Monthly cost difference	\$	1649	-12,787	-6936
Total cost difference (Month 1 + Month 2 + Month 3)	<u>Unit</u>	<u>Amount</u>		
÷ Sales for 12 months ended	\$	- 18,074		
= Actual Adjustment for the Reporting Period (to Schedule IC.)	Mcf	42,379		
	\$/Mcf	- .4263		

SCHEDULE V

BALANCE ADJUSTMENT

For the 3 month period ended

(reporting period)

	<u>Particulars</u>	<u>Unit</u>	<u>Amount</u>
(1)	Total Cost Difference used to compute AA of the GCR effective four quarters prior to the effective date of the currently effective GCR	\$	4823
	<b>Less:</b> Dollar amount resulting from the AA of .1152 \$/Mcf as used to compute the GCR in effect four quarters prior to the effective date of the currently effective GCR times the sales of 42,399 Mcf during the 12-month period the AA was in effect.	\$	4884
	<b>Equals:</b> Balance Adjustment for the AA.	\$	<u>61</u>
(2)	Total Supplier Refund Adjustment including interest used to compute RA of the GCR effective four quarters prior to the effective date of the currently effective GCR.	\$	
	<b>Less:</b> Dollar amount resulting from the RA of \$/Mcf as used to compute the GCR in effect four quarters prior to the effective date of the currently effective GCR times the sales of Mcf during the 12-month period the RA was in effect.	\$	
	<b>Equals:</b> Balance Adjustment for the RA	\$	
(3)	Total Balance Adjustment used to compute BA of the GCR effective four quarters prior to the effective date of the currently effective GCR	\$	
	<b>Less:</b> Dollar amount resulting from the BA of \$/Mcf as used to compute the GCR in effect four quarters prior to the effective date of the currently effective GCR times the sales of Mcf during the 12-month period the BA was in effect.	\$	
	<b>Equals:</b> Balance Adjustment for the BA.	\$	<u>61</u>
	Total Balance Adjustment Amount (1) + (2) + (3)	\$	<u>61</u>
÷	Sales for 12 months ended	Mcf	42,399
=	Balance Adjustment for the Reporting Period (to Schedule ID.)	\$/Mcf	.0014

<b>2011 3rd Quarter Price Projections</b>			
<b>Prepared for Western Lewis Rectorville by Atmos Energy Marketing</b>			
<b>Month</b>	<b>Expected Usage</b>	<b>Total Amount Due</b>	<b>WACOG</b>
Jul-11	637	\$3,520.05	\$5.53
Aug-11	611	\$3,401.37	\$5.57
Sep-11	708	\$3,955.84	\$5.59
<b>Quarter Average</b>	<b>652</b>	<b>\$3,625.75</b>	<b>\$5.56</b>