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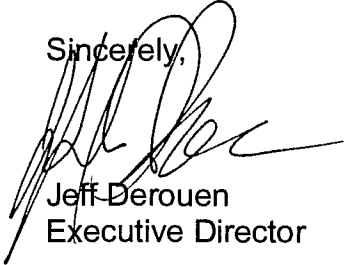
February 24, 2014

PARTIES OF RECORD

Re: Case No. 2014-00049

Attached is a copy of a memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the memorandum please do so within five days of receipt of this letter. If you have any questions, please contact Jonathan Beyer Staff Attorney, at 502/564-3940.

Sincerely,


Jeff Derouen
Executive Director

Attachment

INTRA-AGENCY MEMORANDUM
KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File – Case No. 2014-00049
FROM: Jonathan Beyer, Staff Attorney
DATE: February 24, 2014
RE: Telephonic Conference of February 20, 2014

On February 19, 2014, Western Lewis-Rectorville Water and Gas District (“Western Lewis-Rectorville”) submitted an interim gas cost adjustment filing. Western Lewis-Rectorville requested the proposed rates become effective March 1, 2014 due to its projected gas cost having been set too low compared to its actual gas cost in the first quarter of 2014. Due to the pressing nature of the request, a conference call was held on February 20, 2014. Participating in the call were:

Matthew Baer	-	Commission Staff
Jonathan Beyer	-	Commission Staff
Jeff Shaw	-	Commission Staff
Pauline Bickley	-	Western Lewis-Rectorville
Chad Clark	-	Western Lewis-Rectorville

Beginning the call, Mr. Beyer explained that for good cause the Commission may shorten the statutory 30 day notice period to 20 days. Therefore, Mr. Beyer stated that the soonest possible effective date would be 20 days from the date of the application’s filing and questioned whether Western Lewis-Rectorville could delay its billing until approximately March 11. Ms. Bickley indicated that the district had the capability to delay its billing and that the March 11 proposed effective date would be acceptable.

Ms. Bickley queried Staff as to how to address other related areas such as due dates, late fees and cut-off notices in relation to the delayed billing cycle. Mr. Shaw informed her that all the respective dates should be moved back in proportion to the delayed billing, which would be approximately 10 days later.

Finally, the parties discussed the efficacy of submitting monthly filings to diminish the effect of fluctuating natural gas prices. The parties also discussed how the delayed billing would impact the next quarterly gas cost adjustment filing. The parties agreed Staff would provide later direction as to how to proceed with the next quarterly filing.

Finding that no party had any further questions, the conference was adjourned.