## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

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PURCHASED GAS ADJUSTMENT	)
FILING OF BURKESVILLE GAS	CASE NO.
COMPANY, INC.	2018-00134

## ORDER

On October 31, 2008, in Case No. 2008-00032,<sup>1</sup> 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 Purchased Gas Cost Adjustment ("GCA") clause. On June 1, 2013, Burkesville implemented a revision to its GCA clause through the Commission's tariff filing system to provide for quarterly adjustment of its rates.

On April 13, 2018, Burkesville filed its Gas Cost Recovery ("GCR") rate application with a proposed effective date of May 28, 2018.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

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

<sup>&</sup>lt;sup>1</sup> 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).

- 2. Burkesville's revised notice sets out an Expected Gas Cost ("EGC") of \$7.6350 per Mcf, which is a decrease of \$.0073 per Mcf from the previous EGC of \$7.6423 per Mcf.
  - 3. Burkesville's revised notice sets out no Refund Adjustment.
- 4. Burkesville's revised notice sets out a current quarter Actual Cost Adjustment ("ACA") of \$.0741 per Mcf. Burkesville used the incorrect EGC in effect for the months of October, November, and December 2017, in the calculation of its current quarter ACA. Burkesville's corrected current quarter ACA is (\$.1841) per Mcf. Burkesville's corrected total ACA is (\$.3944) per Mcf, which is a decrease of \$.2043 per Mcf from its previous total ACA of (\$.1901) per Mcf.
- 5. Burkesville's corrected GCR rate is \$7.2406 per Mcf, which is a decrease of \$.2116 per Mcf from the previous GCR rate of \$7.4522 per Mcf.
- 6. The rates set forth in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Burkesville on and after April 27, 2018. The Commission notes that while this application was filed to be effective May 28, 2018, Burkesville's tariff sets out that this application should be effective for service rendered for the months of May, June, and July 2018. Although Burkesville's GCR rate filing did not provide 30 days' notice to the Commission as required by its tariff for the approved April 27, 2018 effective date, KRS 278.180(2) authorizes the Commission to make a reduction in rates effective in less than 30 days.

## IT IS THEREFORE ORDERED that:

1. The rate proposed by Burkesville is denied.

2. The rates set forth in the Appendix to this Order are approved for service rendered by Burkesville on and after April 27, 2018.

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

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

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Case No. 2018-00134

# By the Commission

**ENTERED** 

APR 2 4 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

**Executive Director** 

## **APPENDIX**

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00134 DATED APR 2 4 2018

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 authority of the Commission prior to the effective date of this Order.

## RATES:

Customer Charge \$7.50

	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
Residential	\$7.5400	\$7.2406	\$14.7806
Industrial	\$7.1900	\$7.2406	\$14.4306

\*Burkesville Gas Company 119 Upper River Street P. O. Box 69 Burkesville, KY 42717

\*David Thomas Shirey, Jr. Burkesville Gas Company P. O. Box 385 Emory, TX 75440