Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

Public Service Commission
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Frankfort Kentucky 40602-0615

Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov David L. Armstrong Chairman

James W. Gardner Vice Chairman

> Linda Breathitt Commissioner

December 9, 2014

PARTIES OF RECORD

RE: Richardsville Gas Company Inc. Case No. 2014-00066

Attached is an item which is being filed in the case record of Case No. 2014-00066 APPLICATION OF RICHARDSVILLE GAS COMPANY, INC. FOR AN ADJUSTMENT OF RATES ON AN EMERGENCY BASIS UNDER 807 KAR 5:076, THE COMMISSION'S ALTERNATIVE RATE FILING PROCEDURE, AND FOR A RATE SURCHARGE AND FOR NONRECURRING CHARGES. This letter was filed with the Commission on December1, 2014 by Joan Miller. The third paragraph of the letter is accepted as the response to ordering paragraph #4 of the final order.

Sincerely

Linda Faulkner Filings Director



RECEIVED

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PUBLIC SERVICE COMMISSION

RICHARDSVILLE GAS CO. INC. P.O. Box 9675 Bowling Green, KY 42102

November 20, 2014

Public Service Commission 211Sower Blvd. Frankfort, KY 40602

Commissioners:

In April 2014 Richardsville Gas Co. Inc. agreed to accept the proposal of a rate increased with the hope of keeping it operating and providing the service for the few families in Richardsville, KY. We agreed to this because we had been assured we had gas well producers in the area that were going to let us purchase additional local natural gas production.

The purchase of additional local natural gas has been pursued during the summer months to no avail. The producer owners, due to liability concerns, have decided to not sell us gas. We have additionally tried to sell the pipeline to a couple of larger producers also to no avail.

When winters really cold weather arrives Richardsville Gas will not be able to supply adequate natural gas to our customers. In past years we have peak shaved the natural gas system with propane. That equipment is no longer operable. It is 40 years old and has been failing for the last two winters. To purchase new equipment is far too expensive to be financially feasible.

The enclosed letter is a copy of the letter that has been mailed to all our customers.

Sincerely

Joan Miller

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