

Elam Utility Company
459 Main Street
West Liberty, Kentucky 41472
606-743-3695 fax 606-743-2292

RECEIVED

JUN 15 2005

PUBLIC SERVICE
COMMISSION

Public Service Commission
P. O. Box 615
Frankfort, Kentucky 40602

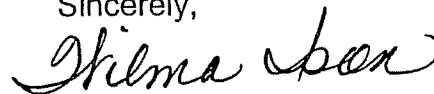
Case No. 2005-00226

Dear Sir:

Please find enclosed the Gas Cost Recovery filing for Elam Utility Company for the period ending JUNE 30, 2005.

If you have any questions or need additional information please contact Harrod and Associates at 502-695-7300.

Sincerely,



President

Enc.

ELAM UTILITY COMPANY

Quarterly Report of Gas Cost
Recovery Rate Calculation

Date Filed:

JUNE 15, 2005

Date Rates to be Effective:

JULY 1, 2005

Reporting Period is Calendar Quarter Ended:

JUNE 30, 2005

SCHEDULE I

GAS COST RECOVERY RATE SUMMARY

<u>Component</u>	<u>Unit</u>	<u>Amount</u>
Expected Gas Cost (EGC)	\$/Mcf	11.2106
+ Refund Adjustment (RA)	\$/Mcf	0.0000
+ Actual Adjustment (AA)	\$/Mcf	0.1043
+ Balance Adjustment (BA)	\$/Mcf	0.0000
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= Gas Cost Recovery Rate (GCR)		11.3149
GCR to be effective for service rendered from <u>7/1/05</u>	to	<u>9/30/05</u>
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A. <u>EXPECTED GAS COST CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
Total Expected Gas Cost (Schedule II)	\$	529,230
+ Sales for the 12 months ended <u>APRIL 30, 2005</u>	Mcf	47,208
<hr/>		
= Expected Gas Cost (EGC)	\$/Mcf	11.2106
B. <u>REFUND ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
Supplier Refund Adjustment for Reporting Period (Sch.III)		
+ Previous Quarter Supplier Refund Adjustment	\$/Mcf	0.0000
+ Second Previous Quarter Supplier Refund Adjustment	\$/Mcf	0.0000
+ Third Previous Quarter Supplier Refund Adjustment	\$/Mcf	0.0000
<hr/>		
= Refund Adjustment (RA)	\$/Mcf	0.0000
C. <u>ACTUAL ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
Actual Adjustment for the Reporting Period (Schedule IV)	\$/Mcf	0.6010
+ Previous Quarter Reported Actual Adjustment	\$/Mcf	(0.2520)
+ Second Previous Quarter Reported Actual Adjustment	\$/Mcf	(0.2040)
+ Third Previous Quarter Reported Actual Adjustment	\$/Mcf	(0.0407)
<hr/>		
= Actual Adjustment (AA)	\$/Mcf	0.1043
D. <u>BALANCE ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
Balance Adjustment for the Reporting Period (Schedule V)	\$/Mcf	0.0000
+ Previous Quarter Reported Balance Adjustment	\$/Mcf	0.0000
+ Second Previous Quarter Reported Balance Adjustment	\$/Mcf	0.0000
+ Third Previous Quarter Reported Balance Adjustment	\$/Mcf	0.0000
<hr/>		
= Balance Adjustment (BA)		0.0000

SCHEDULE II
EXPECTED GAS COST

Actual * MCF Purchases for 12 months ended 4/30/05

(1) Supplier	(2) Dth	(3) BTU Conversion Factor	(4) Mcf	(5)** Rate	(6) (4) X (5) Cost
COLUMBIA GAS	45,912	1025.3	44,781	11.4369	512,155.82
JEFFERSON GAS	2,121	1000.0	2,121	8.0500	17,074.05

Totals	<u>48,033</u>		<u>46,902</u>		<u>529,230</u>
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Line loss for 12 months ended 4/30/05 is 0.00 % based on purchases of
45,838 Mcf and sales of 47,208 Mcf.

	Unit	Amount
Total Expected Cost of Purchases (6)	\$	
÷ Mcf Purchases (4)	Mcf	<u>N/A</u>
= Average Expected Cost Per Mcf Purchased	\$/Mcf	
x Allowable Mcf Purchases (must not exceed Mcf sales ÷ .95)	Mcf	<u>N/A</u>
= Total Expected Gas Cost (to Schedule IA)	\$	

*Or adjusted pursuant to Gas Cost Adjustment Clause and explained herein.
 **Supplier's tariff sheets or notices are attached.

SCHEDULE III
SUPPLIER REFUND ADJUSTMENT

Details for the 3 months ended 4/31/05

Particulars	Unit	Amount
Total supplier refunds received	\$	0.00
+ Interest	\$	0.00
= Refund Adjustment including interest	\$	0.00
÷ Sales for 12 months ended	Mcf	0.00
= Supplier Refund Adjustment for the Reporting Period (to Schedule IB.)	\$/Mcf	0.00

SCHEDULE IV

ACTUAL ADJUSTMENT

For the 3 month period ended 4/30/05

Particulars	Unit	Month 1 (<u>FEB</u>)	Month 2 (<u>MAR</u>)	Month 3 (<u>APR</u>)
Total Supply Volumes Purchased	Mcf	8,215	6,789	2,577
Total Cost of Volumes Purchased	\$	86,635	53,335	30,786
÷ Total Sales (may not be less than 95% of supply volumes)	Mcf	8,114	8,367	2,716
= Unit Cost of Gas	\$/Mcf	10.6772	6.3744	11.3351
- EGC in effect for month	\$/Mcf	7.2960	7.2960	8.1507
= Difference [(over-)/Under-Recovery]	\$/Mcf	3.3812	(0.9216)	3.1844
x Actual sales during month	Mcf	8,114	8,367	2,716
= Monthly cost difference	\$	27,435	7,711	8,649
			Unit	Amount
Total cost difference (Month 1 + Month 2 + Month 3)			\$	28,373
÷ Sales for 12 months ended			Mcf	47,208
= Actual Adjustment for the Reporting Period (to Schedule IC.)			\$/Mcf	0.6010

