

November 27, 2018

*Via Hand-Delivery*

Ms. Gwen R. Pinson  
Executive Director  
Kentucky Public Service Commission  
P.O. Box 615  
211 Sower Boulevard  
Frankfort, KY 40602

RECEIVED  
NOV 27 2018  
PUBLIC SERVICE  
COMMISSION

Re: *In the Matter of Burkesville Gas Company Inc.'s Quarterly Report of Gas Cost  
Recovery Rate Calculation - Case No. 2018-00 393*

Dear Ms. Pinson:

Please find enclosed for filing an original and ten (10) copies of Burkesville Gas Company's Quarterly GCA filing. Please return a file-stamped copy to me.

Please do not hesitate to contact me if you have any questions.

Sincerely,



L. Allyson Honaker

Enclosures

BURKESVILLE GAS COMPANY, INC.

Quarterly Report of Gas Cost  
Recovery Rate Calculation

RECEIVED

NOV 27 2018

PUBLIC SERVICE  
COMMISSION

Date Filed: November 27, 2018

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Date Rates to be Effective: December 28, 2018

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Reporting Period is Calendar Quarter Ended: September 30, 2018

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SCHEDULE I

GAS COST RECOVERY RATE SUMMARY

<u>Component</u>	<u>Unit</u>	<u>Amount</u>
Expected Gas Cost (EGC)	\$/Mcf	\$9.0844
Refund Adjustment (RA)	\$/Mcf	\$0.0000
Actual Adjustment (AA)	\$/Mcf	(\$0.2319)
Balance Adjustment (BA)	\$/Mcf	\$0.0000
Gas Cost Recovery Rate (GCR)	\$/Mcf	\$8.8525

Rates to be effective for service rendered from December 28, 2018

A. EXPECTED GAS COST CALCULATION	<u>Unit</u>	<u>Amount</u>
Total Expected Gas Cost (Sch II)	\$/Mcf	\$386,546.95
/Sales for the 12 months ended <span style="margin-left: 50px;">September 30, 2018</span>	\$/Mcf	42,550.60
Expected Gas Cost	\$/Mcf	\$9.0844

B. REFUND ADJUSTMENT CALCULATION	<u>Unit</u>	<u>Amount</u>
Supplier Refund Adjustment for Reporting Period (Sch III)	\$/Mcf	\$0.0000
+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
=Refund Adjustment (RA)	\$ Mcf	\$0.0000

C. ACTUAL ADJUSTMENT CALCULATION	<u>Unit</u>	<u>Amount</u>
Actual Adjustment for the Reporting Period (Sch IV)	\$/Mcf	(\$0.0066)
+Previous Quarter Reported Actual Adjustment	\$/Mcf	(\$0.0190)
+Second Previous Quarter Reported Actual Adjustment	\$/Mcf	(\$0.0222)
+Third Previous Quarter Reported Actual Adjustment	\$/Mcf	(\$0.1841)
=Actual Adjustment (AA)	\$ Mcf	(\$0.2319)

D. BALANCE ADJUSTMENT CALCULATION	<u>Unit</u>	<u>Amount</u>
Balance Adjustment for the Reporting Period (Sch 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
=Balance Adjustment (BA)	\$ Mcf	\$0.0000

SCHEDULE II  
EXPECTED GAS COST

Actual Mcf Purchases for 12 months ended		<u>September 30, 2018</u>			
(1)	(2)	(3)	(4)	(5)	(6)
Supplier	Dth	Btu Conversion Factor	Mcf	Rate	(4) x (5) Cost
Petrol Energy, LLC	47,377	1.0594	44,720.60	\$6.0916	\$272,419.99
<u>Apache Gas Transmission</u>	<u>47,377</u>	1.0594	44,720.60	\$2.5520	\$114,126.96
					\$0.00
					\$0.00
					\$0.00
					\$0.00
					\$0.00
<hr/>			44,720.60		\$386,546.95
<hr/>					
Line loss for 12 months ended		<u>September 30, 2018</u> is based on purchases of		<u>44,720.60</u> Mcf	
and sales of		<u>42,550.60</u> Mcf.		4.85%	
				<u>Unit</u>	<u>Amount</u>
Total Expected Cost of Purchases (6)					\$386,546.95
/ Mcf Purchases (4)					44,720.60
= Average Expected Cost Per Mcf Purchased					\$8.6436
x Allowable Mcf Purchases (must not exceed Mcf sales / .95)					44,720.60
= Total Expected Gas Cost (to Schedule IA)					\$386,546.95

SCHEDULE III

SUPPLIER REFUND ADJUSTMENT

Description	Unit	Amount
Supplier Refunds Received during 2 Month Period	\$	
Interest Factor (90 Day Commercial Paper Rate)		
Refunds Including Interest	\$	\$0.00
Divided by 12 Month Projected Sales Ended	Mcf	42,550.60
<u>Current Supplier Refund Adjustment</u>		<u>0</u>

SCHEDULE IV

ACTUAL ADJUSTMENT

For the 12 month period ended

September 30, 2018

Particulars	Unit	July	August	September
Total Supply Volumes Purchased per TETCO	Mcf	821	937	900
Total Cost of Volumes Purchased	\$	\$6,392.09	\$7,118.29	\$6,827.60
EGC in Effect for Month	\$/Mcf	\$7.6350	\$7.8129	\$7.8129
Monthly Cost Difference	\$	\$123.76	(\$202.40)	(\$204.01)
Total Cost Difference			\$	(\$282.65)
/ Sales for 12 months ended	September 30, 2018		Mcf	42,550.6
= Actual Adjustment for the Reporting Period (to Sch IC)				(\$0.0066)

Total Purchases  
 Expected Gas Cost

MCF from IEICU  
 Report

Close Out Report

<u>Month</u>	<u>MCF Purchased</u>	<u>Expected Rate</u>	<u>Expected Cost</u>	<u>MCF Sales</u>
Oct-17	2,358	\$ 8.6436	\$ 20,381.68	1,453
Nov-17	4,808	\$ 8.6436	\$ 41,558.58	4,947
Dec-17	7,672	\$ 8.6436	\$ 66,313.94	5,871
Jan-18	10,623	\$ 8.6436	\$ 91,821.29	9,870
Feb-18	4,502	\$ 8.6436	\$ 38,913.63	6,376
Mar-18	5,608	\$ 8.6436	\$ 48,473.48	5,140
Apr-18	3,782	\$ 8.6436	\$ 32,690.21	4,081
May-18	1,150	\$ 8.6436	\$ 9,940.18	1,319
Jun-18	1,559	\$ 8.6436	\$ 13,475.42	816
Jul-18	821	\$ 8.6436	\$ 7,096.42	857
Aug-18	937	\$ 8.6436	\$ 8,099.08	918
Sep-18	900	\$ 8.6436	\$ 7,779.27	903
<b>Total</b>	<b>44,720</b>	<b>\$ 8.6436</b>	<b>\$ 386,543.19</b>	<b>42,551</b>

FIRST & FARMERS NATIONAL BANK  
 PO BOX 337  
 BURKESVILLE KY 42717  
 Tel: (270)864-3311

BURKESVILLE GAS INC  
 (ESCROW ACCOUNT)  
 2718 WESLEY  
 PO BOX 861  
 GREENVILLE TX 75403

Statement Date: 08/31/2018 Enclosures: ( 0)

Account No.: [REDACTED] Page: 1

**FREEDOM BUSINESS PLUS SUMMARY**

Category	Number	Type :	REG	Status :	Active	Amount
Balance Forward From 07/31/18						5,588.28
Debits						0.00
Automatic Withdrawals	1					867.69
Automatic Deposits	1					1,048.47+
Interest Added This Statement						0.44+
Ending Balance On 08/31/18						5,769.50
Annual Percentage Yield Earned	0.10%					
Interest Paid This Year	3.04					
Interest Paid Last Year	0.10					
Average Balance (Ledger)	5,126.44+					

Direct Inquiries About Electronic Entries To:  
 FIRST & FARMERS NATIONAL BANK  
 PO BOX 337  
 BURKESVILLE KY 42717  
 Phone: (270) 864 - 3311

**ALL CREDIT ACTIVITY**

Date	Description	Amount
08/20/18	INTERNET TRANSFER FROM DDA 5100094080	1,048.47
08/31/18	INTEREST PAID	0.44

**ELECTRONIC DEBITS**

Date	Description	Amount
08/01/18	KYHIGHLANDS SBA8 LOAN PMT.	867.69

**DAILY BALANCE SUMMARY**

Beginning Ledger Balance on 07/31/18 was 5,588.28

Date	Balance	Date	Balance	Date	Balance
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Continued

23/3395/1

FIRST & FARMERS NATIONAL BANK  
PO BOX 337  
BURKESVILLE KY 42717  
Tel: (270)864-3311

Statement Date: **08/31/2018** Enclosures: ( 0)

Account No.: [REDACTED] Page: 2

**DAILY BALANCE SUMMARY (cont.)**

Beginning Ledger Balance on 07/31/18 was 5,588.28

Date	Balance	Date	Balance	Date	Balance
08/01/18	4,720.59	08/20/18	5,769.06	08/31/18	5,769.50

**This Statement Cycle Reflects 31 Days**

STOP BY ONE OF OUR OFFICES AND ASK ABOUT OUR  
FREEDOM REWARDS AND FREEDOM REWARDS PLUS  
CHECKING ACCOUNT. DETAILS ARE ALSO LOCATED AT  
[WWW.FIRSTANDFARMERS.COM](http://WWW.FIRSTANDFARMERS.COM)

FIRST & FARMERS NATIONAL BANK  
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 Tel: (270)864-3311

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 PO BOX 861  
 GREENVILLE TX 75403

Statement Date: 09/28/2018 Enclosures: ( 0)

Account No.: [REDACTED] Page: 1

**FREEDOM BUSINESS PLUS SUMMARY**

Category	Number	Type :	REG	Status :	Active	Amount
Balance Forward From 08/31/18						5,769.50
Debits						0.00
Automatic Withdrawals	1					867.69
Interest Added This Statement						0.38+
Ending Balance On 09/28/18						4,902.19
Annual Percentage Yield Earned						0.10%
Interest Paid This Year						3.42
Interest Paid Last Year						0.10
Average Balance (Ledger)						4,994.77+

Direct Inquiries About Electronic Entries To:  
 FIRST & FARMERS NATIONAL BANK  
 PO BOX 337  
 BURKESVILLE KY 42717  
 Phone: (270) 864 - 3311

**ALL CREDIT ACTIVITY**

Date	Description	Amount
09/28/18	INTEREST PAID	0.38

**ELECTRONIC DEBITS**

Date	Description	Amount
09/04/18	KYHIGHLANDS SBA8 LOAN PMT.	867.69

**DAILY BALANCE SUMMARY**

Beginning Ledger Balance on 08/31/18 was 5,769.50

Date	Balance	Date	Balance	Date	Balance
09/04/18	4,901.81	09/28/18	4,902.19		

Continued

23/2671/1

FIRST & FARMERS NATIONAL BANK  
PO BOX 337  
BURKESVILLE KY 42717  
Tel: (270)864-3311

Statement Date: **09/28/2018** Enclosures: ( 0)

Account No.: [REDACTED] Page: 2

**This Statement Cycle Reflects 28 Days**

EFFECTIVE AUGUST 30, 2018 THE ACCOUNT TRANSFER FEE  
(CUSTOMER PHONE-IN REQUEST) HAS BEEN REMOVED FROM  
FIRST & FARMERS NATIONAL BANK'S FEE SCHEDULE. THIS  
FEE WILL NO LONGER BE CHARGED TO CUSTOMERS.

FIRST & FARMERS NATIONAL BANK  
 PO BOX 337  
 BURKESVILLE KY 42717  
 Tel: (270)864-3311

BURKESVILLE GAS INC  
 (ESCROW ACCOUNT)  
 2718 WESLEY  
 PO BOX 861  
 GREENVILLE TX 75403

Statement Date: **10/31/2018** Enclosures: ( 0 )

Account No.: [REDACTED] Page: 1

**FREEDOM BUSINESS PLUS SUMMARY**

Category	Number	Type :	REG	Status :	Active	Amount
Balance Forward From 09/28/18						4,902.19
Debits						0.00
Automatic Withdrawals	1					867.69
Automatic Deposits	1					1,054.72+
Interest Added This Statement						0.42+
Ending Balance On 10/31/18						5,089.64
Annual Percentage Yield Earned					0.10%	
Interest Paid This Year					3.84	
Interest Paid Last Year					0.10	
Average Balance (Ledger)					4,598.46+	

Direct Inquiries About Electronic Entries To:  
 FIRST & FARMERS NATIONAL BANK  
 PO BOX 337  
 BURKESVILLE KY 42717  
 Phone: (270) 864 - 3311

**ALL CREDIT ACTIVITY**

Date	Description	Amount
10/16/18	INTERNET TRANSFER FROM DDA 5100094080	1,054.72
10/31/18	INTEREST PAID	0.42

**ELECTRONIC DEBITS**

Date	Description	Amount
10/01/18	KYHIGHLANDS SBA8 LOAN PMT.	867.69

**DAILY BALANCE SUMMARY**

Beginning Ledger Balance on 09/28/18 was 4,902.19

Date	Balance	Date	Balance	Date	Balance
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Continued

23/1984/1

FIRST & FARMERS NATIONAL BANK  
PO BOX 337  
BURKESVILLE KY 42717  
Tel: (270)864-3311

Statement Date: **10/31/2018** Enclosures: ( 0)

Account No.: [REDACTED] Page: 2

**DAILY BALANCE SUMMARY (cont.)**

Beginning Ledger Balance on 09/28/18 was 4,902.19

Date	Balance	Date	Balance	Date	Balance		
10/01/18	4,034.50		10/16/18	5,089.22		10/31/18	5,089.64

**This Statement Cycle Reflects 33 Days**

EFFECTIVE AUGUST 30, 2018 THE ACCOUNT TRANSFER FEE (CUSTOMER PHONE-IN REQUEST) HAS BEEN REMOVED FROM FIRST & FARMERS NATIONAL BANK'S FEE SCHEDULE. THIS FEE WILL NO LONGER BE CHARGED TO CUSTOMERS.