

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST)
ADJUSTMENT FILING OF) CASE NO. 2002-00162
BURKESVILLE GAS COMPANY, INC.)

ORDER

On November 20, 2000, in Case No. 2000-158, the Commission approved rates for Burkesville Gas Company, Inc. (Burkesville) and provided for their further adjustment on a quarterly basis in accordance with Burkesville s gas cost adjustment (GCA) clause.

On May 7, 2002, Burkesville filed its proposed GCA to be effective June 1, 2002. Burkesville requests a waiver of the 30-day notice period in order to implement the decrease in rates by June 1, 2002. Since this filing results in a rate decrease, the 30-day and 20-day notice requirements set out in KRS 278.180(1) are not applicable. KRS 278.180(2) allows a rate decrease to be implemented within a lesser period of time.

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

1. Burkesville s notice includes revised rates designed to pass on to its customers its expected increase in wholesale gas costs. Burkesville s proposed expected gas cost (EGC) is \$7.0625 per Mcf, which is an increase of 14.46 cents per Mcf from the previous EGC of \$6.9179.

2. Burkesville s notice sets out no refund adjustment.

3. Burkesville's notice sets out a current actual adjustment (AA) of (8.6) cents per Mcf. Burkesville's notice sets out a total AA of (12.61) cents per Mcf, which is a decrease of 15.25 cents per Mcf from the previous total AA.

4. Burkesville's GCA is \$6.9364 per Mcf, which is .79 cent per Mcf less than the previous rate of \$6.9443.

5. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered by Burkesville on and after June 1, 2002.

IT IS THEREFORE ORDERED that:

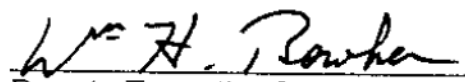
1. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after June 1, 2002.

2. Within 20 days of the date of this Order, Burkesville shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 21st day of May, 2002.

By the Commission

ATTEST:


Deputy Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2002-00162 DATED MAY 21, 2002

The following rates and charges are prescribed for the customers 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 this Commission prior
to the date of this Order.

RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$4.25	\$6.9364	\$11.1864
Industrial	\$3.90	\$6.9364	\$10.8364