

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED )  
GAS ADJUSTMENT FILING OF )           CASE NO. 9642-N  
WESTERN LEWIS-RECTORVILLE )  
WATER AND GAS DISTRICT        )

ORDER

On February 4, 1987, the Commission issued its Order in Case No. 9642 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On August 3, 1988, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas will be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective November 1, 1988, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Western Lewis' notice of October 5, 1988 set out certain revisions in rates which Western Lewis proposed to place into effect. However, Western Lewis computed the increase using Transmission's rates effective October 1, 1988 for which a

purchased gas adjustment filing was not made. The correct increase should be computed using Transmission's rates effective September 1, 1988 for which Western Lewis did file a purchased gas adjustment. Therefore, the increase in price from its supplier is \$18,699 or 34.9 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for an increase with an effective date of November 1, 1988. These rates are subject to refund.

(3) A legislative change in KRS Chapter 278, effective July 15, 1986, requires 30-days' notice of a change in rates with the Commission having the discretion to shorten the required period to 20 days upon showing of good cause. Reduction in rates will, as always, be made effective with the date of the supplier decrease. Increases in rates will be effective with 20-days' notice providing that: 1) the effective date from the supplier is not more than 20 days in the future, in which case the actual effective date will be used, and 2) the company has included in its filing a specific request that a tariff sheet or some other notification from the supplier be considered a showing of good cause for 20-days' notice. Western Lewis included no request for a showing of good cause for 20-days' notice. The effective date will, therefore, be 30 days after Western Lewis' notice, or November 4, 1988.

(4) Western Lewis' corrected adjustments in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9642 dated February 4, 1987 is fair, just, and reasonable and in the public interest and should be effective

with gas supplied on and after November 4, 1988. Western Lewis' rates should be subject to refund because Transmission's rates are subject to refund.

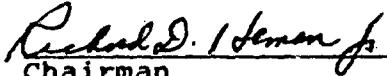
IT IS THEREFORE ORDERED that:

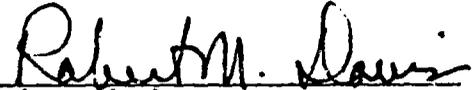
(1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after November 4, 1988, subject to refund.

(2) Within 30 days of the date of this Order, Western Lewis shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 13th day of October, 1988.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

\_\_\_\_\_  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE  
COMMISSION IN CASE NO. 9642-N DATED 10/13/88

The following rates are prescribed for the customers served by Western Lewis-Rectorville Water and Gas District (Gas Division). 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.

Surcharge:

(1) Customer Charge	\$1.00 Per Month
(2) Usage Charge	\$ .59 per Mcf

Rates:

	Monthly	
First	1,000 cu. ft. or less	\$6.85 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	4.7339
Next	5,000 cu. ft. per 1,000 cu. ft.	4.6839
Over	10,000 cu. ft. per 1,000 cu. ft.	4.5839

The base rate for the future application of the purchased gas adjustment clause of Western Lewis-Rectorville Water and Gas District (Gas Division) shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$3.5095 per Dth