

**CANCELLED**  
**MAY 01 2018**  
KENTUCKY PUBLIC  
SERVICE COMMISSION

Burkesville Gas Company, Inc.  
(NAME OF UTILITY)

FOR All Service Areas

PSC KY NO. 2

SHEET NO. 1

CANCELLING PSC KY NO. 1

SHEET NO. 1

**PURCHASED GAS COST ADJUSTMENT CLAUSE**

The Purchased Gas Adjustment shall have two components. The first shall be the PIPELINE REPLACEMENT RIDER MONTHLY CHARGE and the second is GAS COST RECOVERY RATE.

**Pipeline Replacement Monthly Charge:**

Pursuant to the Kentucky Public Service Commission's Final Order in Case No. 2017-00168, all customers receiving service from Burkesville Gas Company shall be assessed a monthly charge, which is a pass-through charge from its gas supplier, Apache Gas Transmission Company. The pass-through charge is a result of Apache Gas' Commission approved Pipeline Replacement Program ("PRP"). This pass-through charge is in addition to the existing Customer Charge component of the applicable rate schedules. Apache Gas Transmission Company will file its PRP applications with the Kentucky Public Service Commission no later than April 30 each year.

The PRP monthly charge will be updated annually in order to accurately reflect the impact from pipeline replacements. Such adjustments to the monthly charge will become effective with meter readings on and after the first billing cycle of May each year, and will reflect allocation of the required increase based on the distribution approved by the Commission. The initial pass-through amount of the PRP is \$3.00 per residential customer per month and \$3.50 per commercial customer per month. The PRP charges are to be collected over a 12 year period, however the monthly charge may change based on the annual filings.

**Determination of Gas Cost Recovery Rate (GCR)**

Burkesville Gas Company, Inc. shall file a quarterly report with the Commission which shall contain an updated GCR and shall be filed at least thirty (30) days prior to the beginning of each calendar quarter. Burkesville Gas Company, Inc. may also shorten the notice period from thirty (30) days to a period of not less than twenty (20) days upon showing of good cause. In addition, Burkesville Gas Company, Inc. may prescribe a shorter time period in which a reduction in rates may be made. The GCR shall become effective for billing with the final meter readings of the first billing cycle of each calendar quarter.

DATE OF ISSUE: September 12, 2017

MONTH / DATE / YEAR

DATE EFFECTIVE: August 29, 2017

MONTH / DATE / YEAR

ISSUED BY [Signature]

SIGNATURE OF OFFICER

TITLE: President

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2017-00168 DATED: August 29, 2017

<b>KENTUCKY PUBLIC SERVICE COMMISSION</b>
<b>Gwen R. Pinson</b> Executive Director
<i>Gwen R. Pinson</i>
EFFECTIVE <b>9/1/2017</b> PURSUANT TO 807 KAR 5:011 SECTION 9 (1)