

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF DELTA NATURAL GAS)	CASE NO.
COMPANY, INC. TO CONTINUE ITS)	2007-00154
ENERGY ASSISTANCE PLAN)	

ORDER

On April 30, 2007, following a request from Delta Natural Gas Company, Inc. ("Delta") and a notice of no objection filed by the Attorney General of the Commonwealth of Kentucky, by and through his Office of Rate Intervention ("AG"), the Commission extended Delta's Energy Assistance Plan ("EAP") beyond April 30, 2007 until the Commission rules in this proceeding. On April 24, 2007, the Commission held an informal conference to discuss continuing the EAP including the items that would be included in a report evaluating the EAP that Delta was required to file by May 15, 2007 pursuant to Case No. 2005-00464.¹ Also, although directed by that Order to do so, the Commission, Delta and the AG failed to decide on the content of the report by March 1, 2007.

Proposed contents of the EAP evaluation report were discussed in some length at the April informal conference. In addition, a list of the proposed contents of the report was attached to the May 3, 2007 informal conference memorandum sent to Delta and the AG. On May 4, 2007, Delta submitted a letter containing its suggestions for the

¹ Case No. 2005-00464, The Tariff Filing of Delta Natural Gas Company, Inc. to Establish an Energy Assistance Program Rider Surcharge, final Order dated February 1, 2006.

contents of the report based on the discussions at the informal conference. No comments have been received from the AG.

The Commission has reviewed the suggested list of report contents submitted by Delta and finds that it is essentially as proposed by Staff with the exception of items to be addressed with regard to continuation of the EAP. Several of those items were addressed in Delta's letter but should be included in Delta's EAP evaluation report.

IT IS THEREFORE ORDERED that:

1. The list of proposed contents of the EAP evaluation report attached as Appendix A shall be included in Delta's report.
2. Delta's EAP evaluation report shall be submitted no later than June 15, 2007.

Done at Frankfort, Kentucky, this 29th day of May, 2007.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00154 DATED MAY 29, 2007

Proposed Contents of Delta's EAP Evaluation Report

- Provide a spreadsheet that includes by month:
 - Delta's contribution and the timing of such contribution
 - The EAP payments
 - Administration fees paid to CAC
 - Actual monthly EAP revenues
 - Actual monthly total revenues
 - Number of enrollees by month
 - Dollar amount per enrollee
 - The high, low and average bills for the enrollees
 - Rolling total monthly EAP balance
- Explain the reason for the timing of the May 2006 EAP payment.
- Explain if enrollees are also participants in LIHEAP.
- Provide a breakdown of enrollees and the total number of Delta customers by county.
- Explain the steps taken to make the EAP equally available.
- Provide a copy of the CAC contract.
- Provide specific detail of the activities performed by CAC by month and supporting invoices to Delta.
- Provide an explanation by CAC of its accounting for program costs.
- Provide an explanation by CAC of how it certified that each enrollee was LIHEAP eligible or at 110 percent of the federal poverty level.
- Explain how Delta certified that each enrollee was a Delta customer.
- With regard to continuation of the program address the following:
 - Does Delta plan to continue its \$30,000 contribution?
 - Should enrollees be required to participate in some form of weatherization program?
 - Does Delta have plans to amend the program in any manner?
- Liheap funds received by Delta, by District office, for the 2006-2007 heating season.