

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF DELTA NATURAL)	CASE NO. 2012-00106
GAS COMPANY, INC)	

O R D E R

On October 21, 2010, in Case No. 2010-00116,¹ the Commission approved rates for Delta Natural Gas Company, Inc. ("Delta") and provided for their further adjustment in accordance with Delta's Gas Cost Adjustment ("GCA") clause.

On March 21, 2012, Delta filed its proposed GCA to be effective April 23, 2012.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Delta's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Delta's notice sets out an Expected Gas Cost ("EGC") of \$6.4252 per Mcf, which is an increase of \$1.6616 per Mcf from the previous EGC of \$4.7636 per Mcf.
3. Delta's notice sets out a current quarter Refund Adjustment ("RA") of (\$.0205) per Mcf. Delta's total RA is (\$.0664) per Mcf, which is a decrease of \$.0060 per Mcf from the previous quarter total RA of (\$.0604) per Mcf.

¹ Case No. 2010-00116, Application of Delta Natural Gas Company, Inc. for an Adjustment of Rates (Ky. PSC Oct. 21, 2010).

4. Delta's notice sets out a current quarter Actual Adjustment ("AA") of \$.4885 per Mcf. Delta's total AA is \$1.4180 per Mcf, which is a decrease of \$.1487 per Mcf from the previous total AA of \$1.5667 per Mcf.

5. Delta's notice sets out a Balance Adjustment ("BA") of \$.7122 per Mcf, which represents an increase of \$.7833 per Mcf from the previous BA of (\$.0711) per Mcf.

6. Delta's GCA is \$8.4890 per Mcf, which is an increase of \$2.2902 per Mcf from the previous GCA of \$6.1988 per Mcf.

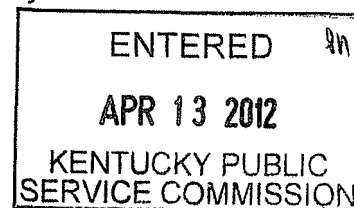
7. The GCA rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Delta on and after April 23, 2012.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after April 23, 2012.

2. Within 20 days of the date of this Order, Delta shall file its revised tariff sheets with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00106 DATED **APR 13 2012**

The following rates and charges are prescribed for the customers in the area served by Delta Natural 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 effective date of this Order.

RATE SCHEDULES

AVAILABILITY

Available for general use by residential, commercial, and industrial customers.

RATES

	<u>Base Rate</u>	plus	<u>Gas Cost Recovery Rate</u>	equals	<u>Total Rate</u>
Residential					

Monthly Service Charge	\$ 20.70				
All Ccf	\$.43185		\$.84890		\$ 1.28075

Residential rates are also subject to the Conservation/Efficiency Program Cost Recovery Component (CEPRC) of \$.01173 per Ccf.

Small Non-Residential

Monthly Service Charge	\$ 31.20				
All Ccf	\$.43185		\$.84890		\$ 1.28075

Large Non-Residential

Monthly Service Charge	\$ 131.00				
1 – 2,000 Ccf	\$.43185		\$.84890		\$ 1.28075
2001 – 10,000 Ccf	.26696		.84890		1.11586
10,001 – 50,000 Ccf	.18735		.84890		1.03625
50,001 – 100,000 Ccf	.14735		.84890		.99625
Over 100,000 Ccf	.12735		.84890		.97625

Interruptible

Monthly Service Charge	\$ 250.00		
1 - 10,000 Ccf	\$.16000	\$.84890	\$ 1.00890
10,001 – 50,000 Ccf	.12000	.84890	.96890
50,001 – 100,000 Ccf	.08000	.84890	.92890
Over 100,000 Ccf	.06000	.84890	.90890

Connie King
Mngr. Corporate & Employee Services
Delta Natural Gas Company, Inc.
3617 Lexington Road
Winchester, KY 40391