COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)CASE NO.DELTA NATURAL GAS COMPANY, INC.)2013-00355

<u>ORDER</u>

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 Recovery ("GCR") clause.

On September 25, 2013, Delta filed its proposed GCR rate to be effective October 28, 2013.

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 \$5.0930 per Mcf, which is a decrease of \$1.3134 per Mcf from the previous EGC of \$6.4064 per Mcf.

3. Delta's notice sets out no current quarter Refund Adjustment ("RA"). Delta's total RA is (\$.0400) per Mcf, which is no change from its previous total RA of (\$.0400) 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 \$.3846 per Mcf. Delta's total AA is \$2.1796 per Mcf, which is an increase of \$.2184 per Mcf from the previous total AA of \$1.9612 per Mcf.

5. Delta's notice sets out a current quarter BA of \$.3594 per Mcf, which represents an increase of \$.4134 per Mcf from the previous BA of (\$.0540) per Mcf.

6. Delta's GCR rate is \$7.5920 per Mcf, which is a decrease of \$.6816 per Mcf from the previous GCR rate of \$8.2736 per Mcf.

7. The 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 October 28, 2013.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after October 28, 2013.

2. Within 20 days of the date of this Order, Delta shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission ENTERED OCT 2 1 2013 KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST Executive Director

Case No. 2013-00355

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00355 DATED 0CT 2 1 2013

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

<u>AVAILABILITY</u>

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

<u>RATES</u>

Resid	ential	Ba	<u>ase Rate</u> plus		as Cost ecovery <u>Rate</u> equals	<u>Total Rate</u>	
	Monthly Service Charge All Ccf	\$ \$	20.70 .43185	\$.75920	\$ 1.19105	
Residential rates are also subject to the Conservation/Efficiency Program Cost Recovery Component (CEPRC) of \$.01447 per Ccf.							
Small Non-Residential							
	Monthly Service Charge All Ccf	\$ \$	31.20 .43185	\$.75920	\$ 1.19105	
Large Non-Residential							
	Monthly Service Charge 1 – 2,000 Ccf 2001 – 10,000 Ccf 10,001 – 50,000 Ccf 50,001 – 100,000 Ccf Over 100,000 Ccf		131.00 .43185 .26696 .18735 .14735 .12735	\$.75920 .75920 .75920 .75920 .75920 .75920	\$ 1.19105 1.02616 .94655 .90655 .88655	

Interruptible

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Monthly Service Charge 1 - 10,000 Ccf 10,001 – 50,000 Ccf 50,001 – 100,000 Ccf	\$ 250.00 \$.16000 .12000 .08000	\$.75920 .75920 .75920	\$.91920 .87920 .83920
Over 100,000 Ccf	.06000	.75920	.81920

Appendix Case No. 2013-00355 Connie King Mngr. Corporate & Employee Services Delta Natural Gas Company, Inc. 3617 Lexington Road Winchester, KY 40391