

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)	CASE NO.
DELTA NATURAL GAS COMPANY, INC.)	2013-00469

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 Recovery ("GCR") clause.

On December 17, 2013, Delta filed its proposed GCR rate to be effective January 22, 2014. Delta amended its GCR filing on January 10, 2014.

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 \$5.4051 per Mcf, which is an increase of \$.3121 per Mcf from the previous EGC of \$5.0930 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 \$.8642 per Mcf. Delta's total AA is \$2.3531 per Mcf, which is an increase of \$.1735 per Mcf from the previous total AA of \$2.1796 per Mcf.

5. Delta's revised notice sets out a current quarter BA of (\$.0331) per Mcf. Consistent with its change in BA calculation methodology approved in Case No. 2013-00245,² Delta also revised its previous quarter BA to provide for the reconciliation of under/over-recoveries of gas cost to be completed over a 12-month period as opposed to a three-month period. Delta's total BA is \$.3680 per Mcf, which represents an increase of \$.0086 per Mcf from the previous BA of \$.3594 per Mcf.

6. Delta's GCR rate is \$8.0862 per Mcf, which is an increase of \$.4942 per Mcf from the previous GCR rate of \$7.5920 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 January 22, 2014.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after January 22, 2014.

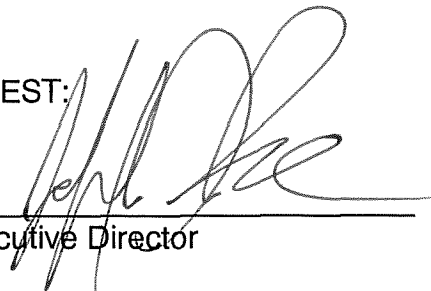
2. Within 20 days of the date of this Order, Delta shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

² Case No. 2013-00245, Purchased Gas Adjustment Filing of Delta Natural Gas Company, Inc. (Ky. PSC July 19, 2013).

By the Commission

ENTERED
JAN 21 2014
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2013-00469 DATED **JAN 21 2014**

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		\$.80862		\$ 1.24047

Residential rates are also subject to the Conservation/Efficiency Program Cost Recovery Component (CEPRC) of \$.01447 per Ccf.

Small Non-Residential

Monthly Service Charge	\$ 31.20				
All Ccf	\$.43185		\$.80862		\$ 1.24047

Large Non-Residential

Monthly Service Charge	\$ 131.00				
1 – 2,000 Ccf	\$.43185		\$.80862		\$ 1.24047
2001 – 10,000 Ccf	.26696		.80862		1.07558
10,001 – 50,000 Ccf	.18735		.80862		.99597
50,001 – 100,000 Ccf	.14735		.80862		.95597
Over 100,000 Ccf	.12735		.80862		.93597

Interruptible

Monthly Service Charge	\$ 250.00		
1 - 10,000 Ccf	\$.16000	\$.80862	\$.96862
10,001 – 50,000 Ccf	.12000	.80862	.92862
50,001 – 100,000 Ccf	.08000	.80862	.88862
Over 100,000 Ccf	.06000	.80862	.86862

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