

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF DELTA NATURAL)	CASE NO. 2014-00208
GAS COMPANY, INC)	

ORDER

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 clause.

On June 20, 2014, Delta filed its proposed Gas Cost Recovery ("GCR") rate application to be effective July 23, 2014. On July 3, 2014, and July 18, 2014, Delta provided responses to requests for information from Commission Staff.

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 \$7.2071 per Mcf, which is a decrease of \$.2586 per Mcf from the previous EGC of \$7.4657 per Mcf.
3. Delta's notice sets out no current quarter Refund Adjustment ("RA"). Delta's total RA is \$.0000 per Mcf, which is an increase of \$.0400 per Mcf 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 July 18, 2014 response to the second request for information from Commission Staff sets out a corrected current quarter Actual Adjustment ("AA") of (\$.1605) per Mcf. Delta's notice set out an incorrect previous quarter AA.² Correcting this produces a total AA of \$2.4570 per Mcf, which is a decrease of \$.1224 per Mcf from the previous total AA of \$2.5794 per Mcf.

5. Delta's notice sets out a current quarter BA of (\$.3353) per Mcf. Delta's total BA is (\$.3938) per Mcf, which represents a decrease of \$.2813 per Mcf from the previous BA of (\$.1125) per Mcf.

6. Delta's GCR rate is \$9.2703 per Mcf, which is a decrease of \$.6223 per Mcf from the previous GCR rate of \$9.8926 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 July 23, 2014.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after July 23, 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 Delta's response to Item 3 of Commission Staff's Second Request for Information, filed July 18, 2014.

By the Commission

ENTERED
JUL 23 2014
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2014-00208

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00208 DATED **JUL 23 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	Gas Cost Recovery <u>Rate</u>	equals	<u>Total Rate</u>
Residential					
Monthly Service Charge	\$ 20.70				
All Ccf	\$.43185		\$.92703		\$ 1.35888

Residential rates are also subject to the Conservation/Efficiency Program Cost Recovery Component (CEPRC) of \$.01501 per Ccf.

Small Non-Residential

Monthly Service Charge	\$ 31.20				
All Ccf	\$.43185		\$.92703		\$ 1.35888

Large Non-Residential

Monthly Service Charge	\$ 131.00				
1 – 2,000 Ccf	\$.43185		\$.92703		\$ 1.35888
2001 – 10,000 Ccf	.26696		.92703		1.19399
10,001 – 50,000 Ccf	.18735		.92703		1.11438
50,001 – 100,000 Ccf	.14735		.92703		1.07438
Over 100,000 Ccf	.12735		.92703		1.05438

Interruptible

Monthly Service Charge	\$ 250.00		
1 - 10,000 Ccf	\$.16000	\$.92703	\$1.08703
10,001 – 50,000 Ccf	.12000	.92703	1.04703
50,001 – 100,000 Ccf	.08000	.92703	1.00703
Over 100,000 Ccf	.06000	.92703	.98703