

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING)	CASE NO.
OF DELTA NATURAL GAS COMPANY, INC.)	2016-00130

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 March 28, 2016, Delta filed its proposed Gas Cost Recovery ("GCR") rate application to be effective April 25, 2016. On March 31, 2016, Delta filed a request for a waiver of the 30-day notice requirement so that its proposed rates could be effective with the first billing cycle of May 2016 which includes meters read on and after April 25, 2016. In support of its request for a shortened notice period, Delta stated that, although its filing was mailed on March 24, 2016, due to the Good Friday holiday on March 25, 2016, it was not received by the Commission until March 28, 2016. On April 5, 2016, Delta filed additional supporting documents to supplement the record of this proceeding.

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.

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

2. Delta's notice sets out an Expected Gas Cost ("EGC") of \$4.7503 per Mcf, which is an increase of \$1.1459 per Mcf from the previous EGC of \$3.6044 per Mcf.

3. Delta's notice sets out no current quarter Refund Adjustment ("RA"). Delta's total RA is \$.0000 per Mcf, which is no change from its previous total RA.

4. Delta's notice sets out a current quarter Actual Adjustment ("AA") of \$.8335 per Mcf. Delta's total AA is \$.2739 per Mcf, which is a decrease of \$.3120 per Mcf from the previous total AA of \$.5859 per Mcf.

5. Delta's notice sets out a current quarter Balance Adjustment ("BA") of \$.0741 per Mcf. Delta's total BA is \$.0334 per Mcf, which is an increase of \$.1340 per Mcf from the previous BA of (\$.1006) per Mcf.

6. Delta's GCR rate is \$5.0576 per Mcf, which is an increase of \$.9679 per Mcf from the previous GCR rate of \$4.0897 per Mcf.

7. The rates as proposed by Delta and set forth 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 25, 2016, pursuant to Delta's showing of good cause for its March 28, 2016 filing date.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Delta and set forth in the Appendix to this Order are approved for final meter readings on and after April 25, 2016.

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 ²⁴
APR 11 2016
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

David D. Greenwald

Acting Executive Director

for

Case No. 2016-00130

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00130 DATED **APR 11 2016**

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		\$.50576		\$.93761
Residential rates are also subject to the Conservation/Efficiency Program Cost Recovery Component (CEPRC) of \$.01508 per Ccf.					
Small Non-Residential					
Monthly Service Charge	\$ 31.20				
All Ccf	\$.43185		\$.50576		\$.93761
Large Non-Residential					
Monthly Service Charge	\$ 131.00				
First 1-2,000 Ccf	\$.43185		\$.50576		\$.93761
Next 2,001-10,000 Ccf	.26696		.50576		.77272
Next 10,001-50,000 Ccf	.18735		.50576		.69311

Next 50,001–100,000 Ccf	.14735	.50576	.65311
Over 100,000 Ccf	.12735	.50576	.63311

Interruptible

Monthly Service Charge	\$ 250.00		
First 1–10,000 Ccf	\$.16000	\$.50576	\$.66576
Next 10,001–50,000 Ccf	.12000	.50576	.62576
Next 50,001–100,000 Ccf	.08000	.50576	.58576
Over 100,000 Ccf	.06000	.50576	.56576

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