COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING) CASE NO.OF DELTA NATURAL GAS COMPANY, INC.) 2016-00350

<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 Adjustment clause.

On September 28, 2016, Delta filed its proposed Gas Cost Recovery ("GCR") rate application to be effective October 31, 2016.

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 \$3.6367 per Mcf, which is a decrease of \$1.3337 per Mcf from the previous EGC of \$4.9704 per Mcf.

3. Delta's notice sets out no Refund Adjustment.

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 \$.0691 per Mcf. Delta's total AA is \$.5953 per Mcf, which is an increase of \$.1162 per Mcf from the previous total AA of \$.4791 per Mcf.

5. Delta's notice sets out a current quarter Balance Adjustment ("BA") of (\$.2082) per Mcf. Delta's total BA is \$.1467 per Mcf, which is a decrease of \$.1925 per Mcf from the previous BA of \$.3392 per Mcf.

6. Delta's GCR rate is \$4.3787 per Mcf, which is a decrease of \$1.4100 per Mcf from the previous GCR rate of \$5.7887 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 October 31, 2016.

IT IS THEREFORE ORDERED that:

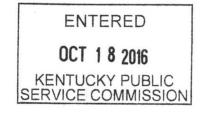
1. The rates proposed by Delta and set forth in the Appendix to this Order are approved for final meter readings on and after October 31, 2016.

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.

Case No. 2016-00350

-2-

By the Commission



ATTEST:

taline R. Matheus Executive Director

Case No. 2016-00350

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2016-00350 DATED OCT 18 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.

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<u>RATES</u>

	<u>Base Rate</u> plus	Gas Cost Recovery <u>Rate</u> <u>Total Rate</u> sequals			
Residential					
Monthly Service Charge All Ccf	\$ 20.70 \$.43185	\$.43787 \$.86972			
Residential rates are also subject to the Conservation/Efficiency Program Cost Recovery Component (CEPRC) of \$.01508 per Ccf.					
Small Non-Residential					
Monthly Service Charge All Ccf	\$ 31.20 \$.43185	\$.43787 \$.86972			
Large Non-Residential					
Monthly Service Charge First 1–2,000 Ccf Next 2,001–10,000 Ccf Next 10,001–50,000 Ccf	\$ 131.00 \$.43185 .26696 .18735	\$.43787 \$.86972 .43787 .70483 .43787 .62522			

Next 50,(001–100,000 Ccf	.14735	.43787	.58522
Over	100,000 Ccf	.12735	.43787	.56522

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Interruptible

Monthly Service Charge	\$ 250.00		
First 1–10,000 Ccf	\$.16000	\$.43787	\$.59787
Next 10,001–50,000 Ccf	.12000	.43787	.55787
Next 50,001–100,000 Ccf	.08000	.43787	.51787
Over 100,000 Ccf	.06000	.43787	.49787

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