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July 6, 2007

Hon. Elizabeth O'Donnell
Executive Director
Kentucky Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615

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JUL 11 2007
PUBLIC SERVICE
COMMISSION

Re: Delta Natural Gas Company, Inc.
Case No. 2007-00272

Dear Ms. O'Donnell:

We deliver herewith for filing an original and ten (10) copies of the Motion of Delta Natural Gas Company, Inc. to Supplement the Application in the above-captioned case. Best regards.

Sincerely,

Robert M. Watt, III

Rmw

Encl.

Cc: Mr. Glenn R. Jennings (w/ encl.)
Virginia Gregg, Esq. (w/encl.)
Dennis Howard, II, Esq. (w/encl.)

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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JUL 11 2007

PUBLIC SERVICE
COMMISSION

In the Matter of:

THE APPLICATION OF DELTA NATURAL)
GAS COMPANY, INC. FOR AN ORDER)
AUTHORIZING THE EXTENSION OF THE) CASE NO. 2007-00272
LINE OF CREDIT)

* * * * *

MOTION FOR LEAVE TO
SUPPLEMENT APPLICATION

Delta Natural Gas Company, Inc. ("Delta") respectfully moves the Commission for leave to supplement its Application in this case for the purpose of including more specific information in the record by the addition of the following information to paragraph 6 of the Application regarding the use of the proceeds of the line of credit:

1. The capital expenditures that will be financed include the extension or replacement of existing pipelines in the ordinary course, the purchase of motor vehicles, construction equipment, computer equipment and other items such as meters, regulators and the like that are normally capitalized.

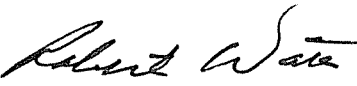
2. The general working capital produced by the line of credit will be used to purchase gas, to pay salaries and expenses in connection with Delta's operations, to pay the general and administrative expenses of providing service in its service territories, to pay normal ongoing operating expenses associated with the provision of natural gas service in its service territories and other items for which working capital is customarily expended.

3. All of the foregoing uses of the proceeds of the line of credit are for the construction, completion and improvement of facilities and for the improvement and maintenance of service in Delta's service territories. To the extent that the proposed new short-term note will replace the existing obligations under the existing short-term note, it will refund the remaining obligations on that short-term note as of October 31, 2007.

WHEREFORE, Delta respectfully requests the Commission to grant it leave to supplement its Application and to incorporate by reference the statements set forth in paragraphs 1 through 3 hereinabove into paragraph 6 of the Application.

Respectfully submitted,

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By 
Counsel for Applicant

CERTIFICATE OF SERVICE

This is to certify that the foregoing pleading has been served by mailing a copy of same to the following persons on this 10th day of July 2007:

Dennis Howard, II, Esq.
Lawrence W. Cook, Esq.
Assistant Attorneys General
Office of Rate Intervention
1024 Capital Center Drive
Frankfort, KY 40601



Counsel for Applicant