COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF DELTA NATURAL GAS) COMPANY, INC. TO EXTEND ITS NATURAL GAS) CASE NO. 2009-00066 SUPPLY HEDGING PLAN TO MARCH 31, 2012)

INITIAL DATA REQUEST OF COMMISSION STAFF TO DELTA NATURAL GAS COMPANY, INC.

Delta Natural Gas Company, Inc. ("Delta"), pursuant to 807 KAR 5:001, is to file with the Commission the original and 5 copies of the following information, with a copy to all parties of record. The information requested herein is due within 10 days from the date of this request. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Delta shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any requests to which Delta fails or refuses to furnish all or part of the requested information, Delta shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

1. Delta stated in its application that it did not enter into any forward contracts for the 2008-2009 heating season. In addition, in a filing made in Case No. 2006-00071,¹ Delta stated that it did not enter into any forward contracts for the 2007 storage injection season or the 2007-2008 winter heating season. Explain why Delta did not enter into any forward contracts for the above-mentioned time periods.

2. Provide Delta's total supply volumes for the 2006-2007 and 2007-2008 winter heating seasons and the 2008-2009 winter heating season to date.

3. Provide the volumes of storage gas withdrawn during the 2006-2007 and 2007-2008 winter heating seasons and the 2008-2009 winter heating season to date.

4. Provide Delta's average price of storage gas for the 2006-2007 and 2007-2008 winter heating seasons and the 2008-2009 winter heating season to date.

5. Provide the average price that Delta paid for flowing gas for each month of the 2006-2007 and 2007-2008 winter heating seasons and the 2008-2009 winter heating season to date.

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¹ The Application of Delta Natural Gas Company, Inc.'s Request for Natural Gas Hedging Plan to be Extended Until 3/31/2009.

6. Delta's natural gas supply hedging plan consists of the use of forward contracts. Describe the extent to which Delta has considered other forms of hedging such as futures contracts, puts and calls, swap contracts, no-cost collars or option contracts.

Jeff Deroven Executive Director Public Service Commission P.O. Box 615 Frankfort, KY 40602

DATED: MARCH 3, 2009

cc: All Parties

Honorable Robert M Watt, III Attorney At Law STOLL KEENON OGDEN PLLC 300 West Vine Street Suite 2100 Lexington, KY 40507-1801