

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF DELTA NATURAL)
GAS COMPANY, INC) CASE NO. 2010-00377

O R D E R

On October 19, 2007, in Case No. 2007-00089,¹ 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 ("GCA") clause.

On September 24, 2010, Delta filed its proposed GCA to be effective October 25, 2010.

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 \$4.9180 per Mcf, which is a decrease of \$1.8319 per Mcf from the previous EGC of \$6.7499 per Mcf.
3. Delta's notice sets out a current quarter Refund Adjustment ("RA") of (\$.0072) per Mcf, which is also its total RA. This RA is a decrease of \$.0072 per Mcf from the previous total RA.

¹ Case No. 2007-00089, Application of Delta Natural Gas Company, Inc. for an Adjustment of Rates (Ky. PSC Oct. 19, 2007).

4. Delta's notice sets out a current quarter Actual Adjustment ("AA") of \$.1852 per Mcf. Delta's total AA is \$1.2095 per Mcf, which is an increase of \$.3169 per Mcf from the previous total AA of \$.8926 per Mcf.

5. Delta's notice sets out a Balance Adjustment ("BA") of \$.0506 per Mcf. Delta's BA did not include amounts collected through the AA of \$2.0192 per Mcf which ordinarily would have expired April 26, 2010, but was charged through the date of the Commission's Order in Case No. 2010-00127,² June 24, 2010. These amounts will be reconciled along with the collections from the \$1.5112 AA approved in Case No. 2010-00127. Delta's BA is \$.0506 per Mcf, which represents an increase of \$.2267 per Mcf from the previous BA of (\$.1761) per Mcf.

6. Delta's GCA is \$6.1709 per Mcf, which is a decrease of \$1.2955 per Mcf from the previous GCA of \$7.4664 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 October 25, 2010.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after October 25, 2010.

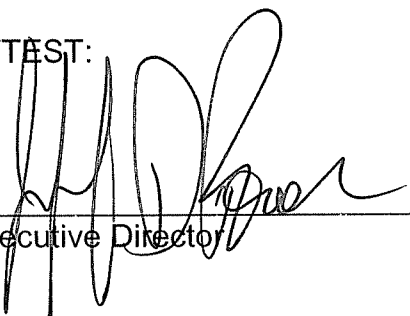
2. Within 20 days of the date of this Order, Delta shall file its revised tariffs with this Commission, setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

² Case No. 2010-00127, Purchased Gas Adjustment Filing of Delta Natural Gas Company, Inc. (Ky. PSC Jun. 24, 2010).

By the Commission

ENTERED *M*
OCT 15 2010
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Case No. 2010-00377

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00377 DATED OCT 15 2010

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	<u>Gas Cost Recovery Rate</u>	equals	<u>Total Rate</u>
Residential					
Monthly Service Charge	\$ 15.50				
All Ccf	\$.4158		\$.6171		\$ 1.0329
Small Non-Residential					
Monthly Service Charge	\$ 25.00				
All Ccf	\$.4158		.6171		\$ 1.0329
Large Non-Residential					
Monthly Service Charge	\$ 100.00				
1 – 2,000 Ccf	\$.4158		\$.6171		\$ 1.0329
2001 – 10,000 Ccf	.2509		.6171		.8680
10,001 – 50,000 Ccf	.1713		.6171		.7884
50,001 – 100,000 Ccf	.1313		.6171		.7484
Over 100,000 Ccf	.1113		.6171		.7284

Interruptible

Monthly Service Charge		\$ 250.00		
1 - 10,000	Ccf	\$.16000	\$.6171	\$.7771
10,001 - 50,000	Ccf	.12000	.6171	.7371
50,001 - 100,000	Ccf	.08000	.6171	.6971
Over 100,000	Ccf	.06000	.6171	.6771

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