

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DELTA NATURAL GAS)
COMPANY, INC. FOR APPROVAL OF A) CASE NO. 2011-00147
REVISED GAS COST RECOVERY TARIFF)

ORDER

On June 7, 2011, Delta Natural Gas Company, Inc. ("Delta") filed an application requesting approval to revise its Gas Cost Recovery ("GCR") tariff in order to address gas cost under-recoveries it has historically experienced through the operation of its GCR mechanism. Delta was subject to two rounds of discovery by Commission Staff ("Staff") and participated in a September 19, 2011 informal conference with Staff. There were no intervenors in this proceeding.

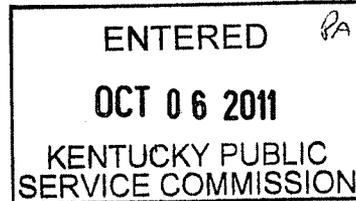
On September 22, 2011, Delta filed a motion requesting that the Commission dismiss its application without prejudice to Delta's right to seek to revise its GCR tariff in the future. Delta states that it will implement changes in its Expected Gas Cost calculation using its existing GCR tariff, as proposed in its application, and monitor the results to determine if changes are needed in its tariff to provide for the establishment of a carrying cost mechanism to address any remaining under/over-recoveries of gas cost.

Having considered the motion and being otherwise sufficiently advised, the Commission finds that the motion should be granted.

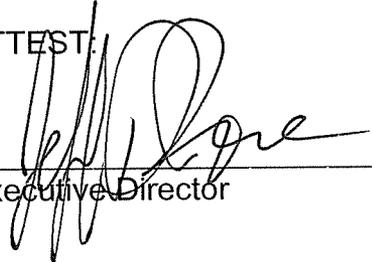
IT IS THEREFORE ORDERED that:

1. Delta's motion for its application to be dismissed without prejudice to Delta's right to request a future GCR revision is granted.
2. This case is closed and is removed from the Commission's docket.

By the Commission



ATTEST:



Executive Director

John B Brown
Chief Financial Officer, Treasurer
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