

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF DELTA NATURAL)
GAS COMPANY, INC) CASE NO. 2011-00214

O R D E R

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 ("GCA") clause.

On June 22, 2011, Delta filed its proposed GCA to be effective July 25, 2011.

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 \$6.5172 per Mcf, which is an increase of \$.3810 per Mcf from the previous EGC of \$6.1362 per Mcf.
3. Delta's notice sets out a current quarter Refund Adjustment ("RA") of (\$.0155) per Mcf. Delta's total RA is (\$.0444) per Mcf, which is a decrease of \$.0155 per Mcf from the previous quarter total RA of (\$.0289) per Mcf.

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 (\$.3284) per Mcf. Delta's total AA is \$1.0606 per Mcf, which is an increase of \$.1992 per Mcf from the previous total AA of \$.8614 per Mcf.

5. Delta's notice sets out a Balance Adjustment ("BA") of (\$.4681) per Mcf, which represents a decrease of \$.5725 per Mcf from the previous BA of \$.1044 per Mcf.

6. Delta's GCA is \$7.0653 per Mcf, which is a decrease of \$.0078 per Mcf from the previous GCA of \$7.0731 per Mcf.

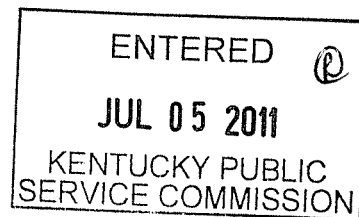
7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Delta on and after July 25, 2011.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after July 25, 2011.

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.

By the Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00214 DATED **JUL 05 2011**

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	\$ 20.70				
All Ccf	\$.43185		\$.70653		\$ 1.13838
Small Non-Residential					
Monthly Service Charge	\$ 31.20				
All Ccf	\$.43185		\$.70653		\$ 1.13838
Large Non-Residential					
Monthly Service Charge	\$ 131.00				
1 – 2,000 Ccf	\$.43185		\$.70653		\$ 1.13838
2001 – 10,000 Ccf	.26696		.70653		.97349
10,001 – 50,000 Ccf	.18735		.70653		.89388
50,001 – 100,000 Ccf	.14735		.70653		.85388
Over 100,000 Ccf	.12735		.70653		.83388

Interruptible

Monthly Service Charge	\$ 250.00		
1 - 10,000 Ccf	\$.16000	\$.70653	\$.86653
10,001 – 50,000 Ccf	.12000	.70653	.82653
50,001 – 100,000 Ccf	.08000	.70653	.78653
Over 100,000 Ccf	.06000	.70653	.76653

Connie King
Mngr. Corporate & Employee Services
Delta Natural Gas Company, Inc.
3617 Lexington Road
Winchester, KY 40391