

## DELTA NATURAL GAS COMPANY, INC.

3617 Lexington Road Winchester, Kentucky 40391-9797



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October 13, 2014

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PUBLIC SERVICE COMMISSION

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

RE: CASE NO. 2012-00025 – Gas Supply Hedging Plan

Dear Mr. Derouen:

This letter is in compliance with the Commission's Order dated May 7, 2012 in Case No. 2012-00025.

Pursuant to Findings Paragraph 3, Delta has not entered into any forward contracts to date and does not plan to enter into any forward contracts for the 12 month period ending March 31, 2015.

The Commission approved a renewal of Delta's natural gas hedging plan through March 31, 2015. According to Findings Paragraph 4, Delta is permitted to file and request to extend the hedging plan beyond March 31, 2015. Delta has considered this paragraph and, in light of recent Commission orders in Case No. 2013-00421 (Atmos) and Case No. 2013-00354 (Columbia) and the discussions in those orders, Delta has decided at this time not to file a request to continue its plan beyond March 31, 2015. If natural gas market conditions change, Delta may file an application requesting a new natural gas supply hedging plan at such time if it is deemed to be in Delta's customers' best interests.

Please acknowledge receipt of this filing by stamping the extra copy of this letter and returning it to Delta in the envelope provided.

Sincerely,

Connie King

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Manager – Corporate & Employee Services