

Delta Natural Gas Company, Inc.



3617 Lexington Road Winchester, Kentucky 40391-9797

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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. 2009-00066

Dear Mr. Derouen:

This letter is in compliance with the Commission's Order dated April 27, 2009 in Case 2009-00066.

In letters dated March 19, 2009 and June 18, 2009, Delta notified the Commission that forward contracts were executed with M&B Gas Services for the 2009 storage injection season for 7,500 Dth per day for May, 5,000 Dth per day for June and July at a delivered price of \$4.35 per Dth and 2,500 Dth per day for May, 5,000 Dth per day for June and 2,500 Dth per day for July at a delivered price of \$3.99 per Dth. The NYMEX natural gas futures contracts expired at \$3.321 for May, \$3.538 for June and \$3.949 for July. The basis for the three months was \$.36 per Dth. The forward contracts had a total impact of \$242,723 on the price of gas to Delta's customers.

Delta did not enter into any forward contracts for the 2009-2010 winter heating season.

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

Sincerely,

Connie King

Connie King

Manager – Corporate & Employee Services