

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF RATES OF DELTA) CASE NO. 8528
NATURAL GAS COMPANY, INC.)

ORDER

On July 7, 1988, Delta Natural Gas Company, Inc. ("Delta"), filed its Motion for rehearing with respect to certain matters set forth in the Commission's Order of June 30, 1988 ("Order") in this case. Delta requested that the ordering paragraph numbers 1 and 3 providing that Delta should recover the sum of \$105,834 at a rate of 10 cents per Mcf to be changed to state that Delta should recover the sum of \$105,834 at a rate of 3 cents per Mcf. In support of this Motion, Delta stated that a surcharge of 10 cents per Mcf may have a detrimental effect on Delta's customers; whereas the impact on Delta's customers of a 3 cents per Mcf surcharge is not as likely to be detrimental. This rate of 3 cents would provide for recovery over approximately a 1 year time period.

The Commission agrees with Delta in this matter and finds that the Order should be amended to incorporate Delta's request.

IT IS THEREFORE ORDERED that:

(1) The Commission's Order of June 30, 1988 be and it hereby is amended to the extent that ordering paragraphs numbers 1 and 3 are modified to authorize Delta to collect a surcharge of 3 cents

per Mcf to be separately stated on each customer's bill until \$105,834 is collected.

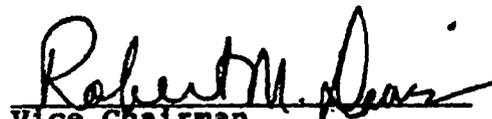
(2) Delta shall file, within 20 days, its tariff stating the addition of the surcharge of 3 cents per Mcf to its regular charges until the \$105,834 is collected.

(3) All other provisions of the Commission's Order of June 30, 1988 shall remain in full force and effect.

Done at Frankfort, Kentucky, this 22nd day of July, 1988.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director