

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF DELTA)	CASE NO. 2002-00098
NATURAL GAS COMPANY, INC.)	

ORDER

On December 27, 1999, in Case No. 1999-00176, 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 March 26, 2002, Delta filed its proposed GCA to be effective May 1, 2002.

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 increase in wholesale gas costs. Delta s expected gas cost (EGC) is \$4.6745 per Mcf, which is 57.74 cents per Mcf more than the previous EGC of \$4.0971.

2. Delta s notice sets out a current refund adjustment (RA) of (2.09) cents per Mcf. Delta s notice sets out a total RA of (2.09) cents per mcf, which is 1.53 cent less than the previous total RA.

3. Delta s notice sets out a current quarter actual adjustment (AA) of 76.61 cents per Mcf. The total AA of (4.42) cents per Mcf is \$1.2955 per Mcf less than the previous total AA.

4. Delta s notice sets out a balance adjustment (BA) of 31.12 cents per Mcf, which is 33.98 cents per Mcf more than the previous BA.

5. Delta's GCA is \$4.9206 per Mcf, which is 39.36 cents per Mcf less than the previous GCA of \$5.3142.

6. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for final meter readings by Delta on and after May 1, 2002.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after May 1, 2002.

2. Within 20 days of the date of this Order, Delta shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 18th day of April, 2002.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00098 DATED April 18, 2002

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	\$ 8.00				
All Mcf	\$3.6224		\$4.9206		\$ 8.5430
Small Non-Residential					
Monthly Service Charge	\$ 17.00				
First 200 Mcf	3.6224		4.9206		\$ 8.5430
Next 800 Mcf	2.4000		4.9206		7.3206
Over 1,000 Mcf	2.0495		4.9206		6.9701
Large Non-Residential					
Monthly Service Charge	\$ 50.00				
First 200 Mcf	\$ 3.6224		\$ 4.9206		\$ 8.5430
Next 800 Mcf	2.0063		4.9206		6.9269
Next 4,000 Mcf	1.3190		4.9206		6.2396
Next 5,000 Mcf	.9190		4.9206		5.8396
Over 10,000 Mcf	.7190		4.9206		5.6396

Interruptible

Monthly Service Charge	\$	250.00		
First 1,000 Mcf	\$	1.6000	\$4.9206	\$ 6.5206
Next 4,000 Mcf		1.2000	4.9206	6.1206
Next 5,000 Mcf		.8000	4.9206	5.7206
Over 10,000 Mcf		.6000	4.9206	5.5206