

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

**ELECTRONIC APPLICATION OF DELTA)
NATURAL GAS COMPANY, INC. FOR) CASE NO. 2021-00149
APPROVAL OF COST ALLOCATION)
MANUAL**

APPLICATION

Delta Natural Gas Company, Inc. (“Delta”), pursuant to 807 KAR 5:001, Section 14 and the commitments made in Case No. 2018-00369, hereby respectfully requests approval from the Public Service Commission (“Commission”) of a revised Cost Allocation Manual. In support of its application, Delta states as follows:

1. Delta’s post office address, principal office, and place of business are located at 3617 Lexington Road, Winchester, Kentucky 40391. Delta’s full name is Delta Natural Gas Company, Inc. Delta can be reached at the email address of counsel set forth below.

2. Delta is a Kentucky corporation that was incorporated on October 7, 1949 and is currently in good standing under the laws of Kentucky.

3. Delta is a utility engaged in the natural gas business. Delta purchases, sells, stores, and transports natural gas in Bath, Estill, Montgomery, Menifee, Madison, Powell, Garrard, Jackson, Lee, Bourbon, Jessamine, Rowan, Bell, Knox, Whitley, Laurel, Clay, Leslie, Fayette, Fleming, Clark, Robertson, and Mason Counties, Kentucky.

4. The Commission approved the indirect acquisition of Delta by Aqua America, Inc. (“Aqua”) in Case No. 2018-00369, subject to commitments agreed to by Delta and Aqua in the

proceeding.¹ Aqua is now known as Essential Utilities, Inc. (“Essential”) to better reflect the range of services it provides.

5. In Case No. 2018-00369, Delta committed to seek approval from the Commission if Delta wished to modify its current Cost Allocation Manual.

6. Delta is proposing revisions to its Cost Allocation Manual that are necessary to reflect that the ownership of Peoples Gas KY LLC has been transferred to Delta pursuant to the authority granted in Case No. 2020-00346, along with minor revisions to its Chart of Accounts.

7. Delta is providing a copy of the Cost Allocation Manual and the revisions proposed thereto, which is attached as Exhibit 1.

WHEREFORE, Delta Natural Gas Company, Inc. respectfully requests that the Public Service Commission enter an order approving the Cost Allocation Manual.

¹ *In the Matter of: Electronic Joint Application of Aqua America, Inc., SteelRiver Infrastructure Fund North America LP, SteelRiver LDC Investments LP, LDC Parent LLC, LDC Funding LLC, LDC Holdings LLC, PNG Companies, LLC, Peoples Gas KY LLC, and Delta Natural Gas Company, Inc. for Approval of an Acquisition of Ownership and Control of PNG Companies LLC and Delta Natural Gas Company, Inc.* (Case No. 2018-00369) (Ky. PSC March 13, 2019).

Dated March 29, 2021

Respectfully submitted,

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s/Monica H. Braun
Counsel for Delta Natural Gas Company,
Inc.

CERTIFICATE OF COMPLIANCE

In accordance with 807 KAR 5:001, Section 8(7), this is to certify that Delta's March 29, 2021 electronic filing is a true and accurate copy of the documents being filed in paper medium; that the electronic filing has been transmitted to the Commission on March 29, 2021; and that there are currently no parties that the Commission has excused from participation by electronic means in this proceeding;

s/Monica H. Braun
Counsel for Delta Natural Gas Company,
Inc.