



DELTA NATURAL GAS COMPANY, INC.

3617 Lexington Road
Winchester, Kentucky 40391-9797

859-744-6171, ext. 1109
fax: 859-744-6552
jbrown@deltagas.com

JOHN B. BROWN
PRESIDENT

September 30, 2021

Linda Bridwell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, KY 40602

Re: Delta Natural Gas Company, Inc./Peoples Gas KY LLC
Case No. 2021-00367

Dear Ms. Bridwell:

Enclosed for filing on behalf of Delta Natural Gas Company, Inc./Peoples Gas KY LLC (Peoples KY) is the Gas Cost Recovery (GCR) filing for the calendar quarter ended July 31, 2021, for rates proposed to become effective November 1, 2021. Also included are Third Revised Sheet No. 6.1 and Third Revised Sheet No. 14.2, to Delta Natural Gas Company, Inc. PSC Kentucky No. 12 Tariff, which are being filed pursuant to the Purchased Gas Adjustment Provision of that Tariff.

This filing proposes a GCR rate of \$7.1239 per Mcf of sales, a increase of \$2.8635 per Mcf from the current PGA, which was approved in Case No. 2021-00247 effective August 1, 2021.

For the purposes of forecasting its Expected Gas Cost (EGC), Peoples KY is assuming purchases based on the Appalachian Index price of gas for Columbia Transmission. This price is developed by averaging the estimated cost of gas over 3 months beginning November 2021.

Schedule 1 of the filing is a summary of the proposed PGA rate components. Schedule 2 is a summary of the expected gas costs based on purchases for the 12 months ended July 2021. Schedule 3 is a listing by month of Peoples KY's sales to its customer's for the 12 months ended July 2021. Schedules 4 and 5 are summaries of ACA components.

Sincerely,

John B. Brown
President