

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF DELTA NATURAL)
GAS COMPANY, INC.) CASE NO. 2009-00225

O R D E R

On October 19, 2007, in Case No. 2007-00089,¹ 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 June 19, 2009, Delta filed its proposed GCA to be effective July 27, 2009. 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 change in wholesale gas costs.
2. Delta's notice sets out an Expected Gas Cost ("EGC") of \$6.3072 per Mcf, which is an increase of \$.4267 per Mcf from the previous EGC of \$5.8805 per Mcf.
3. Delta's notice sets out no current quarter Refund Adjustment ("RA"), which is no change from the previous total RA.

¹ Case No. 2007-00089, Application of Delta Natural Gas Company, Inc. for an Adjustment of Rates (Ky. PSC Oct. 19, 2007).

4. Delta's notice sets out a current quarter Actual Adjustment ("AA") of (\$1.5190) per Mcf. Delta's total AA is \$2.8187 per Mcf, which is a decrease of \$.8635 per Mcf from the previous total AA of \$3.6822 per Mcf.

5. Delta's notice sets out a Balance Adjustment ("BA") of (\$.0420) per Mcf, which represents an increase of \$.0099 per Mcf from the previous BA of (\$.0519) per Mcf.

6. Delta's GCA is \$9.0839 per Mcf, which is a decrease of \$.4269 per Mcf from the previous GCA of \$9.5108 per Mcf.

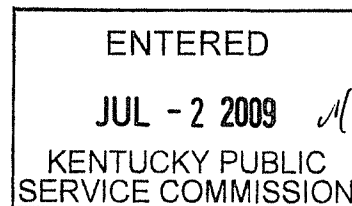
7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Delta on and after July 27, 2009.

IT IS HEREBY ORDERED that:

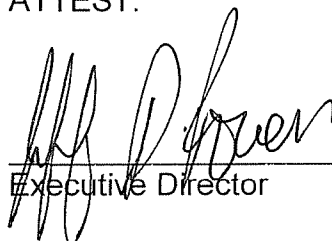
1. The rates in the Appendix to this Order are approved for final meter readings on and after July 27, 2009.

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.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00225 DATED **JUL - 2 2009**

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>		<u>Gas Cost Recovery Rate</u>		<u>Total Rate</u>
		plus		equals	
Residential					
Monthly Service Charge	\$ 15.50				
All Ccf	\$.4158		\$.9084		\$ 1.3242
Small Non-Residential					
Monthly Service Charge	\$ 25.00				
All Ccf	\$.4158		.9084		\$ 1.3242
Large Non-Residential					
Monthly Service Charge	\$ 100.00				
1 – 2,000 Ccf	\$.4158		\$.9084		\$ 1.3242
2001 – 10,000 Ccf	.2509		.9084		1.1593
10,001 – 50,000 Ccf	.1713		.9084		1.0797
50,001 – 100,000 Ccf	.1313		.9084		1.0397
Over 100,000 Ccf	.1113		.9084		1.0197

Interruptible

Monthly Service Charge		\$ 250.00		
1 - 10,000	Ccf	\$.16000	\$.9084	\$ 1.0684
10,001 - 50,000	Ccf	.12000	.9084	1.0284
50,001 - 100,000	Ccf	.08000	.9084	.9884
Over 100,000	Ccf	.06000	.9084	.9684

Connie King
Mngr. Corporate & Employee Services
Delta Natural Gas Company, Inc.
3617 Lexington Road
Winchester, KY 40391