

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF DELTA)	
NATURAL GAS COMPANY, INC. FOR AN)	CASE NO.
ORDER AUTHORIZING THE ISSUANCE)	2017-00406
OF \$50,499,999.95 OF LONG TERM)	
DEBT)	

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO DELTA NATURAL GAS COMPANY, INC.

Delta Natural Gas Company, Inc. ("Delta"), pursuant to 807 KAR 5:001, is to file with the Commission the original and an electronic version of the following information. The information requested herein is due within ten days of the date of this request for information. Responses to requests for information in paper medium shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Delta shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Delta fails or

refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, Delta shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to the Application, page 2. Explain why PNG Companies, LLC (“PNG”) is issuing new Series 2017-B Senior Secured Notes to the holders of the existing Delta notes.

2. Refer to the Application, page 3.

- a. Refer to paragraph 6. Describe the minor changes to the Delta note as a result of the issuance of long term debt to PNG.

- b. Refer to paragraph 7. Provide the amount of the remaining unamortized debt expense.

3. Refer to Exhibit B, page 2. Indicate whether there was a prepayment premium associated with PNG's issuing of its notes to the holders of the existing Delta notes.

4. Explain whether Delta explored the option of refinancing the existing notes at a lower interest rate. If so, explain why this option was not chosen. If not, explain why not.

5. Refer to the Application, Exhibit D. Provide the Third Supplement to the Note Purchase Agreement referenced in the first paragraph of the Delta Promissory Note.


Gwen R. Pinson
Executive Director
Public Service Commission
P.O. Box 615
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DATED **OCT 19 2017**

cc: Parties of Record

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