

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC INVESTIGATION OF THE)	
IMPACT OF THE TAX CUTS AND JOB)	CASE NO
ACT ON THE RATES OF DELTA NATURAL)	2018-00040
GAS, INC.)	

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

Delta Natural Gas, Inc. ("Delta"), pursuant to 807 KAR 5:001, is to file with the Commission the original in paper medium and an electronic version of the following information. The information requested herein is due on or before April 20, 2018. 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 that 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 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 Delta's responses to Commission Staff First Request for Information, Item 9 and Item 10.

a. Explain if Delta agrees that the calculation(s) it provided is an appropriate method for calculating the impact of the decrease in the federal income tax rate from 35 percent to 21 percent on Delta's revenue requirements.

b. If Delta does not agree, explain why Delta does not believe the method is appropriate, any alternative method proposed by Delta, and Delta's full reasoning for use of an alternative method.

c. Explain if Delta agrees that the total reduction in revenue requirements Delta calculated in this response, as a result of the decrease in the federal income tax rate from 35 percent to 21 percent, should reduce Delta's rates to customers from January 1, 2018, forward.

d. If the response to Item 1.c. is no, explain whether there is any other calculation method that reflects a total reduction in revenue requirements for Delta, as a result of the decrease in the federal income tax rate from 35 percent to 21 percent, that

Delta agrees should reduce Delta's rates to customers from January 1, 2018, forward, or explain why Delta believes the decrease in the federal income tax rate should not be reflected in Delta's rates.


for Gwen R. Pinson
Executive Director
Public Service Commission
P.O. Box 615
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DATED APR 06 2018

cc: Parties of Record

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