P.S.C. No. 12, Fortieth Revised Sheet No. 2 Superseding P.S.C. No. 12, Thirty-ninth Revised Sheet No. 2

CLASSIFICATION OF SERVICE – RATE SCHEDULES RESIDENTIAL

APPLICABILITY

Applicable within all areas served by Delta. See Tariff Sheet No. 17.

AVAILABILITY

Available for use by residential customers.

CHARACTER OF SERVICE

Firm - within the reasonable limits of the Company's capability to provide such service.

RATES

Gas Cost
Recovery Rate

 Base Rate + (GCR) ** = Total Rate

 Customer Charge *
 \$ 20.90000
 \$ 20.90000

 All Ccf *** \$ 0.43185
 \$ 0.49461
 \$ 0.92646 /Ccf

(1)

04/24/17

- * The customer charge includes \$0.20 collected under Delta's Energy Assistance Program Tariff Rider as set forth on Sheet No. 38 of this tariff.
- ** The "Gas Cost Recovery Rate (GCR)" as shown above, is an adjustment per Ccf determined in accordance with the "Gas Cost Adjustment Clause" as set forth on Sheets No. 13 and 14 of this tariff.
- *** Residential rates are also subject to the "Conservation/Efficiency Program Cost Recovery Component (CEPRC)" of .01873/Ccf. The CEPRC is an adjustment determined in accordance with the Conservation/Efficiency Program Cost Recovery as set forth on Sheets 39 42 of this tariff.

Residential rates are also subject to a Pipe Replacement Program charge of \$2.21, as determined in accordance with the Pipe Replacement Program Rider as set forth on Sheet 43 of this tariff.

DATE OF ISSUE: February 1, 2017
DATE EFFECTIVE: January 30, 2017

ISSUED BY: John B. Brown, Chief Operating Officer, Treasurer and Secretary

Issued by Authority of an Order of the Public Service Commission of KY in

Case No. 2016-00442 dated January 20, 2017

KENTUCKY
PUBLIC SERVICE COMMISSION

Talina R. Mathews EXECUTIVE DIRECTOR

Lalina R. Matheus

EFFECTIVE

1/30/2017

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)