

# NOTICE

Notice is hereby given that Delta Natural Gas Company, Inc. seeks approval by the Public Service Commission, Frankfort, Kentucky, of an adjustment of rates to become effective on and after May 23, 2010. The present rates charged in all territories served by Delta Natural Gas Company, Inc. are as follows:

## PRESENT RATES

	<u>Base Rate</u>	+	<u>GCR</u>	=	<u>Total Rate</u>	
Residential						
Monthly Customer Charge	\$15.30				\$15.30	
All Ccf	\$0.4158		\$0.6036		\$1.0194	per Ccf
Conservation and Efficiency Program Rider	\$0.0085	per Ccf				
Energy Assistance Program Rider per month	\$0.2000				\$0.2000	
Small Non-Residential						
Monthly Customer Charge	\$25.00				\$25.00	
All Ccf	\$0.4158		\$0.6036		\$1.0194	per Ccf
Large Non-Residential						
Monthly Customer Charge	\$100.00				\$100.00	
1 - 2,000 Ccf	\$0.4158		\$0.6036		\$1.0194	per Ccf
2,001 - 10,000 Ccf	\$0.2509		\$0.6036		\$0.8545	per Ccf
10,001 - 50,000 Ccf	\$0.1713		\$0.6036		\$0.7749	per Ccf
50,001 - 100,000 Ccf	\$0.1313		\$0.6036		\$0.7349	per Ccf
Over 100,000 Ccf	\$0.1113		\$0.6036		\$0.7149	per Ccf
Interruptible						
Monthly Customer Charge	\$250.00				\$250.00	
1 - 10,000 Ccf	\$0.1600		\$0.6036		\$0.7636	per Ccf
10,001 - 50,000 Ccf	\$0.1200		\$0.6036		\$0.7236	per Ccf
50,001 - 100,000 Ccf	\$0.0800		\$0.6036		\$0.6836	per Ccf
Over 100,000 Ccf	\$0.0600		\$0.6036		\$0.6636	per Ccf
Off-System Transportation	\$0.2700				\$0.2700	per Mcf or Dth
Rider for Gas Technology Institute Research and Development	\$0.0002	per Ccf				
Reconnect Charge	\$60.00					
Bad Check Charge	\$15.00					
Collection Charge	\$20.00					

The proposed rates to be charged in all territories served by Delta Natural Gas Company, Inc. are as follows:

## PROPOSED RATES

	<u>Base Rate</u>	+	<u>GCR</u>	=	<u>Total Rate</u>	
Residential						
Monthly Customer Charge	\$24.00				\$24.00	
All Ccf	\$0.4334		\$0.6036		\$1.0370	per Ccf
Conservation and Efficiency Program Rider	\$0.0077	per Ccf				
Energy Assistance Program Rider per month	\$0.2000				\$0.2000	
Small Non-Residential						
Monthly Customer Charge	\$35.00				\$35.00	
All Ccf	\$0.4334		\$0.6036		\$1.0370	per Ccf
Large Non-Residential						
Monthly Customer Charge	\$150.00				\$150.00	
1 - 2,000 Ccf	\$0.4334		\$0.6036		\$1.0370	per Ccf
2,001 - 10,000 Ccf	\$0.2686		\$0.6036		\$0.8722	per Ccf
10,001 - 50,000 Ccf	\$0.1889		\$0.6036		\$0.7925	per Ccf
50,001 - 100,000 Ccf	\$0.1489		\$0.6036		\$0.7525	per Ccf
Over 100,000 Ccf	\$0.1289		\$0.6036		\$0.7325	per Ccf
Interruptible						
Monthly Customer Charge	\$250.00				\$250.00	
1 - 10,000 Ccf	\$0.1600		\$0.6036		\$0.7636	per Ccf
10,001 - 50,000 Ccf	\$0.1200		\$0.6036		\$0.7236	per Ccf
50,001 - 100,000 Ccf	\$0.0800		\$0.6036		\$0.6836	per Ccf
Over 100,000 Ccf	\$0.0600		\$0.6036		\$0.6636	per Ccf
Off-System Transportation	\$0.2900				\$0.2900	per Mcf or Dth
Rider for Gas Technology Institute Research and Development	\$0.0002	per Ccf				
Reconnect Charge	\$60.00					
Bad Check Charge	\$15.00					
Collection Charge	\$20.00					

The On-System Transportation Rate shall be the same as the Base Rate for Small Non-Residential, Large Non-Residential and Interruptible customers, as applicable, set forth above.

Delta Natural Gas Company, Inc. proposes a new Pipe Replacement Program tariff. Delta Natural Gas Company, Inc. also proposes a change to the Gas Cost Recovery tariff that provides recovery of Uncollectible Gas Costs through the GCR mechanism. Copies of the proposals may be obtained by contacting Emily P. Bennett, Delta Natural Gas Company, Inc., at 3617 Lexington Road, Winchester, Kentucky 40391, 859-744-6171, Ext. 116.

The foregoing rates reflect an annual proposed increase in revenues of approximately 11.54% to Delta Natural Gas Company, Inc. The estimated amount of annual increase per customer class is as follows: Residential GS: \$ 3,539,053, 15.8%; Small Non-Residential GS: \$ 593,368, 9.2%; Large Non-Residential GS: \$ 668,718, 7.3%; Interruptible: \$ 0, 0%; On-System Transportation: \$ 261,259, 6.3%; Off-System Transportation: \$ 253,030, 7.4%.

The average monthly bill for each customer class to which the proposed rates will apply will increase approximately as follows:

Residential	\$ 9.62	or	15.9%
Small Non-Residential	\$ 11.95	or	9.2%
Large Non-Residential	\$ 64.24	or	7.3%
Interruptible	\$ 0.00	or	0.0%
On-System Transportation	\$ 90.62	or	6.3%
Off-System Transportation	\$2,074.02	or	7.4%

The rates contained in this notice are the rates proposed by Delta Natural Gas Company, Inc.; however, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

Notice is further given that any corporation, association, body politic or person with a substantial interest in the matter may by written request, within thirty (30) days after publication of the notice of the proposed rate changes, request to intervene. The motion shall be submitted to the Public Service Commission, 211 Sower Boulevard, P. O. Box 615, Frankfort, Kentucky 40601, and shall set forth the grounds for the request, including the status and interest of the party. Intervention may be granted beyond the thirty (30) day period for good cause shown. Any person who has been granted intervention may obtain copies of the application and any other filings made by the utility by contacting Emily P. Bennett, Delta Natural Gas Company, Inc., 3617 Lexington Road, Winchester, Kentucky 40391, 859-744-6171, Ext. 116.

A copy of the application and testimony shall be available for public inspection at the offices of Delta Natural Gas Company, Inc. or the Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky.

A copy of this Notice and the proposed tariffs, once filed, shall also be available for public inspection on the website of Delta Natural Gas Company, Inc. at [www.deltagas.com](http://www.deltagas.com).

Delta Natural Gas Company, Inc.  
3617 Lexington Road  
Winchester, KY 40391  
859-744-6171 ext. 116

Public Service Commission  
211 Sower Blvd.  
P.O. Box 615  
Frankfort, KY 40602  
502-564-3940