COLUMBIA GAS OF PENNSYLVANIA, INC.

121 Champion Way, Suite 100

Canonsburg, Pennsylvania

RATES AND RULES

FOR

FURNISHING GAS SERVICE

IN

THE TERRITORY AS DESCRIBED HEREIN

ISSUED: December 22, 2023 EFFECTIVE: January 1, 2024

ISSUED BY: MARK KEMPIC, PRESIDENT 121 CHAMPION WAY, SUITE 100 CANONSBURG, PENNSYLVANIA 15317

NOTICE

This Tariff Supplement Makes Changes to the Existing Tariff - See List of Changes Made by This Tariff Supplement on Pages No. 2 and 2a.

LIST OF CHANGES MADE BY THIS TARIFF SUPPLEMENT

Page	Page Description	Revision Description
Cover	Tariff Cover Page	Supplement No., Issued and Effective Date.
2-2a	List of Changes	List of Changes.
16	Rate Summary	The "Pass-through Charge" has decreased. The "Total Effective Rate" has decreased.
21	Rider Summary	The "Universal Service Plan – Rider USP" has decreased.
21b	Pass-through Charge Summary	The "Universal Service Plan – Rider USP" has decreased. The "Total Pass-through Charge" has decreased for rate schedules RSS and RDS.

PAGE 2a INTENTIONALLY LEFT BLANK FOR FUTURE USE

One Hundred Ninety-ninth Revised Page No. 16
Canceling One Hundred Ninety-eighth Revised Page No. 16

Columbia Gas of Pennsylvania, Inc.

			Rate Sui	mmary					
			Rate pe	er thm					
Residential Rate Schedules		Distribution Charge	Gas Supply Charge	Gas Cost Adjustment	Pass-Through Charge	State Tax Adjustment Surcharge	Distribution System Improvement Charge (DSIC)	Rider EE- Energy Efficiency Rider 5/	Total Effective Rate
Rate RSS - Residential Sales Service			1,		2,	G/	"	O/	
Customer Charge Usage Charge	\$ \$	16.75 0.91069	0.22484	(0.00237)	0.28295	(0.01) (0.00040)	0.00 0.00000	0.00398	16.74 1.41969
Rate RDS - Residential Distribution Service	\$	16.75				(0.01)	0.00		16.74
Customer Charge Jsage Charge:	Φ	10.75				(0.01)	0.00	-	10.74
Customers Electing CHOICE	\$	0.91069	-	-	0.25342	(0.00040)	0.00000	0.00398	1.16769
1/ Please see Page No. 21a for rate components. 2/ Please see Page No. 21b for rate components. 3/ The STAS percentage is reflected on Page No. 20 and is applied to 4/ The DSIC percentage is reflected on Page No. 21 and is applied to 5/ Rider EE is reflected on Page No. 21 and is applied to the Distribut	the Cu	ıstomer Charge		-					

		Rat	e Summary					
		Ra	ate per thm					
Commercial / Industrial Rate Schedules		Distribution	Gas Supply	Gas Cost	Pass-through	State Tax Adjustment	Distribution System Improvement	Total Effective
<= 64,400 therms - 12 Months Ending October		Charge	Charge	Adjustment	Charge	Surcharge	Charge (DSIC)	Rate
D. (. 0.000			1/		2/	3/	4/	
Rate SGSS - Small General Sales Service Customer Charge:								
Customer Charge: Annual Throughput <= 6,440 thm	\$	29.92				(0.01)	0.00	29.91
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	57.00				(0.01)	0.00	56.97
Aimai Tilloughput > 0,440 tilli and \= 04,400 tilli	Ψ	37.00				(0.03)	0.00	30.91
Usage Charge								
Annual Throughput <= 6,440 thm	\$	0.69747	0.22259	(0.00237)	0.19028	(0.00031)	0.00000	1.10766
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	0.59489	0.22259	(0.00237)	0.19028	(0.00026)	0.00000	1.00513
Data COD Consul Communical Distribution								
Rate SCD - Small Commercial Distribution Customer Charge:								
Annual Throughput <= 6,440 thm	\$	29.92				(0.01)	0.00	29.91
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	57.00				(0.01)	0.00	56.97
Aumaai Tiiloagiipat - 0,440 tiilii ana - 04,400 tiilii	Ψ	07.00				(0.00)	0.00	00.07
Usage Charge: Customers Electing CHOICE								
Annual Throughput <=6,440 thm	\$	0.69747	-	-	0.16075	(0.00031)	0.00000	0.85791
Annual Throughput >6,440 and <=64,400 thm	\$	0.59489	-	-	0.16075	(0.00026)	0.00000	0.75538
Rate SGDS - Small General Distribution Service								
Customer Charge:								
Annual Throughput <= 6,440 thm	\$	29.92				(0.01)	0.00	29.91
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	57.00				(0.03)	0.00	56.97
	•					(5155)		
Usage Charge - Priority One								
Annual Throughput <= 6,440 thm	\$	0.68756	-	-	0.19028	(0.00030)	0.00000	0.87754
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	0.58497	-	-	0.19028	(0.00026)	0.00000	0.77499
Usage Charge - Non-Priority One								
Annual Throughput <= 6,440 thm	\$	0.68756	_	_	0.00010	(0.00030)	0.00000	0.68736
Annual Throughput > 6,440 and <= 64,400 thm	\$	0.58497	-	-	0.00010	(0.00026)	0.00000	0.58481
- '								
1/ Please see Page No. 21a for rate components.								
2/ Please see Page No. 21b for rate components. 3/ The STAS percentage is reflected on Page No. 20 and is applied to	the Cueter	or Charge and	the Distribution	Shargo				
3/ The STAS percentage is reflected on Page No. 20 and is applied to t 4/ The DSIC percentage is reflected on Page No. 21 and is applied to t								
5/ Plus Rider EBS Option 1 or 2 - See Page 21.	ine Custolli	ei Oliaiye allu	u ie Distribution C	niaiye.				

^{5/} Plus Rider EBS Option 1 or 2 - See Page 21.

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	Ra	te Summary					
	F	Rate per thm				B:	
Commercial / Industrial Rate Schedules > 64,400 therms - 12 Months Ending October	Distribution Charge	Gas Supply Charge	Gas Cost Adjustment	Pass-through Charge	State Tax Adjustment Surcharge	Distribution System Improvement Charge (DSIC)	Total Effective Rate
Poto I CSS - Large Coneral Sales Service		1/		2/	3/	4/	
Rate LGSS - Large General Sales Service Customer Charge:							
Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 267.11				(0.12)	0.00	266.99
Annual Throughput > 110,000 thm and <= 540,000 thm	\$ 1,211.59				(0.53)	0.00	1,211.06
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 2,986.82				(1.31)	0.00	2,985.51
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 4,645.73				(2.04)	0.00	4,643.69
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 8,959.14				(3.94)	0.00	8,955.20
Annual Throughput > 7,500,000 thm	\$ 13,272.55				(5.84)	0.00	13,266.71
sage Charge:							
Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 0.45681	0.22166	(0.00237)	0.19018	(0.00020)	0.00000	0.86608
Annual Throughput > 110,000 thm and <= 540,000 thm	\$ 0.42709	0.22166	(0.00237)	0.19018	(0.00019)	0.00000	0.83637
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 0.23433	0.22166	(0.00237)	0.19018	(0.00010)	0.00000	0.64370
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 0.20785	0.22166	(0.00237)	0.19018	(0.00009)	0.00000	0.61723
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm Annual Throughput > 7,500,000 thm	\$ 0.18652 \$ 0.11099	0.22166 0.22166	(0.00237) (0.00237)	0.19018 0.19018	(0.00008) (0.00005)	0.00000 0.00000	0.59591 0.52041
	• • • • • • • • • • • • • • • • • • • •		(5.55_5.7)		(======)		
ate SDS - Small Distribution Service							
ustomer Charge: Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 267.11				(0.12)	0.00	266.99
Annual Throughput > 04,400 thm and <= 110,000 thm	\$ 1,211.59				(0.12)	0.00	1,211.06
sage Charge:	Ψ 1,211.39				(0.55)	0.00	1,211.00
Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 0.45681	_	-	_	(0.00020)	0.00000	0.4566
Annual Throughput > 110,000 thm and <= 540,000 thm	\$ 0.42709	-	-	-	(0.00019)	0.00000	0.42690
ate LDS - Large Distribution Service							
ustomer Charge:							
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 2,986.82				(1.31)	0.00	2,985.5
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 4,645.73				(2.04)	0.00	4,643.69
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 8,959.14				(3.94)	0.00	8,955.20
Annual Throughput > 7,500,000 thm	\$ 13,272.55				(5.84)	0.00	13,266.71
sage Charge:							
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 0.23433	-	-	-	(0.00010)	0.00000	0.23423
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 0.20785	-	-	-	(0.00009)	0.00000	0.20776
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 0.18652	-	-	-	(80000.0)	0.00000	0.18644
Annual Throughput > 7,500,000 thm	\$ 0.11099	-	-	-	(0.00005)	0.00000	0.11094
Please see Page No. 21a for rate components.							
/ Please see Page No. 21b for rate components.	otomor Charge and the Di-	tribution Chara-					
The STAS percentage is reflected on Page No. 20 and is applied to the Curate DSIC percentage is reflected on Page No. 21 and is applied to the Cus							
/ The BSIC percentage is reliected on Fage No. 21 and is applied to the Cus / Plus Rider EBS Option 1 or 2 - See Page 21.	Aomor Onarge and the Dist	instituti Ottalye.					

5/ Plus Rider EBS Option 1 or 2 - See Page 21.

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		Rate	Summary					
		Ra	te per thm					
Main Line Service Rate Schedules Commercial / Industrial		Distribution Charge	Gas Supply Charge	Gas Cost Adjustment	Pass-through Charge	State Tax Adjustment Surcharge	Distribution System Improvement Charge (DSIC)	Total Effective Rate
Commercial / madstrar		Onlarge	1/	rajustificit	2/	3/	4/	rate
Rate MLSS - Main Line Sales Service			.,			O/	"	
Customer Charge:								
Annual Throughput > 274,000 thm and <= 540,000 thm	\$	469.34				(0.21)	0.00	469.13
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$	1,149.00				(0.51)	0.00	1,148.49
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$	2,050.00				(0.90)	0.00	2,049.10
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$	4,096.00				(1.80)	0.00	4,094.20
Annual Throughput > 7,500,000 thm	\$	7,322.00				(3.22)	0.00	7,318.78
sage Charge:								
MLS Class I Annual Throughput > 274,000 thm	\$	0.00937	0.22166	(0.00237)	0.19018	0.00000	0.00000	0.41884
MLS Class II:								
Annual Throughput > 2,146,000 thm and <= 3,400,000 thm	\$	0.04481	0.22166	(0.00237)	0.19018	(0.00002)	0.00000	0.45426
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$	0.03876	0.22166	(0.00237)	0.19018	(0.00002)	0.00000	0.44821
Annual Throughput > 7,500,000 thm	\$	0.03355	0.22166	(0.00237)	0.19018	(0.00001)	0.00000	0.44301
Rate MLDS - Main Line Distribution Service								
customer Charge:								
Annual Throughput > 274,000 thm and <= 540,000 thm	\$	469.34				(0.21)	0.00	469.13
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$	1,149.00				(0.51)	0.00	1,148.49
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$	2,050.00				(0.90)	0.00	2,049.10
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$	4,096.00				(1.80)	0.00	4,094.20
Annual Throughput > 7,500,000 thm	\$	7,322.00				(3.22)	0.00	7,318.78
sage Charge:								
MLS Class I Annual Throughput > 274,000 thm MLS Class II:	\$	0.00937	-	-	-	0.00000	0.00000	0.00937
Annual Throughput > 2,146,000 thm and <= 3,400,000 thm	\$	0.04481	-	-	_	(0.00002)	0.00000	0.04479
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$	0.03876	-	-	_	(0.00002)	0.00000	0.03874
Annual Throughput > 7,500,000 thm	\$	0.03355	-	-	-	(0.00001)	0.00000	0.03354
Please see Page No. 21a for rate components.								
/ Please see Page No. 21b for rate components.								
$^\prime$ The STAS percentage is reflected on Page No. 20 and is applied to the Cu								
The DSIC percentage is reflected on Page No. 21 and is applied to the Cu Plus Rider EBS Option 1 or 2 - See Page 21.	stomer Cha	rge and the Dis	tribution Charge.					

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Columbia Gas of Pennsylvania, Inc.

	0	ther Rates Su	ummary								
Rate per thm											
Description		Rate \$/ thm	Applicable Rate Schedules								
Penalty Credit/Pipeline Refund Passback - Residential		(0.00480) 1/	RSS/RDS/CAP								
Penalty Credit/Pipeline Refund Passback - Non-Residential	\$	(0.00225) 2/	SGSS/SGDS-P1/SCD/LGSS/MLSS								
Price to Compare for Residential Gas Supply Price to Compare for Commercial Gas Supply	\$ \$	0.25200 3/ 0.24975 3/	RSS SGSS (< = 64,400 thms)								
State Tax Adjustment Surcharge Percentage		(0.044%)	Customer and Distribution Charges on all rates								
Rate SS - Standby Service	\$	1.10460	Per therm based on a customer's Maximum Daily Firm Requirement. See Pages 134 - 136 herein for detail.								
1/ Includes Penalty Credit and Pipeline Refund passback rate of (0.00008) January 2024-December 2024	effectiv	e July 2023-June	2024 and Penalty Credit and Pipeline Refund passback rate of (\$0.00472) effective								
•	effectiv	e July 2023-June	2024 and Penalty Credit and Pipeline Refund passback rate of (\$0.00102) effective								
3/ Please see Page No. 21c for rate components.											

Columbia Gas of Pennsylvania, Inc.

	R	lider Summary	
Riders	_	Rate	Applicable Rate Schedules
Customer Choice - Rider CC	\$	0.00010 /thm	RSS/RDS/SGSS/SGDS/SCD/DGDS
Universal Service Plan - Rider USP	\$	0.09522 /thm	RSS/RDS
Distribution System Improvement Charge - Rider DSIC		0.00%	This percentage is applied to the Distribution Charge and the Customer Charge. See Pages 177-180a for Rider DSIC details.
Elective Balancing Service - Rider EBS:			
Option 1 - Small Customer	\$	0.01645 /thm	SGDS/SDS
Option 1 - Large Customer	\$	0.00856 /thm	LDS/MLDS
Option 2 - Small Customer	\$	0.00697 /thm	SGDS/SDS
Option 2 - Large Customer	\$	0.00226 /thm	LDS/MLDS
Gas Procurement Charge - Rider GPC	\$	0.00113 /thm	RSS/SGSS/LGSS/MLSS
Merchant Function Charge - Rider MFC	\$	0.00318 /thm	RSS
Merchant Function Charge - Rider MFC	\$	0.00093 /thm	SGSS
Purchased Gas Cost - Rider PGC	P	g. 21a & 21b	Rate Schedules specified on Page 21a & 21b
Energy Efficiency Rider	\$	0.00398 /thm	RSS/RDS
State Tax Adjustment Surcharge Percentage		(0.044%)	Customer and Distribution Charges on all rates

Columbia Gas of Pennsylvania, Inc.

Rate Schedule	 PGCC	Rider GPC	Rider MFC	Total Gas Supply Charge
Rate CAP - Customer Assistance Plan	\$ 0.22053	0.00113	0.00318	0.22484
Rate RSS - Residential Sales Service	\$ 0.22053	0.00113	0.00318	0.22484
Rate SGSS - Small General Sales Service	\$ 0.22053	0.00113	0.00093	0.22259
Rate LGSS - Large General Sales Service	\$ 0.22053	0.00113	-	0.22166
Rate MLSS - Main Line Sales Service	\$ 0.22053	0.00113	-	0.22166

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Mark Kempic - President

		hrough Charge Rate per thm	· · · · · · · · · · · · · · · · · · ·				
Rate Schedule	 PGDC	PGDC "E" Factor	Capacity Assignment Factor	Pipeline Refund/ Penalty Credits	Rider CC	Rider USP	Total Pass- through
Rate CAP - Customer Assistance Plan	\$ 0.18284	0.00959	-	(0.00480)	-	-	0.1876
Rate RSS - Residential Sales Service	\$ 0.18284	0.00959	-	(0.00480)	0.00010	0.09522	0.2829
Rate SGSS - Small General Sales Service	\$ 0.18284	0.00959	-	(0.00225)	0.00010	-	0.1902
Rate LGSS - Large General Sales Service	\$ 0.18284	0.00959	-	(0.00225)	-	-	0.1901
Rate MLSS - Main Line Sales Service	\$ 0.18284	0.00959	-	(0.00225)	-	-	0.1901
Rate RDS - Residential Distribution Service	\$ 0.18284	0.00959	(0.02953)	(0.00480)	0.00010	0.09522	0.2534
Rate SCD - Small Commercial Distribution (Choice)	\$ 0.18284	0.00959	(0.02953)	(0.00225)	0.00010	-	0.1607
Rate SGDS - Small General Distribution Service Priority One (P1) Non-Priority One (NP1)	\$ 0.18284	0.00959 -	<u>.</u>	(0.00225)	0.00010 0.00010	- -	0.1902 0.0001
Rate SDS - Small Distribution Service	\$ -	-	-	-	-	-	-
Rate LDS - Large Distribution Service	\$ -	-	-	-	-	-	-
Rate MLDS - Main Line Distribution Service	\$ _	_	_	_	-	-	_

Supplement No. 372 to Tariff Gas - Pa. P.U.C. No. 9 Sixty-second Revised Page No. 21c Canceling Sixty-first Revised Page No. 21c

Columbia Gas of Pennsylvania, Inc.

Price-to-Compare (PTC) Summary Rate per thm											
	PGCC	Gas Cost Adjustment	Capacity Assignment Factor	Rider GPC	Rider MFC	Total Price-to- Compare					
\$	0.22053	(0.00237)	0.02953	0.00113	0.00318	0.25200					
\$	0.22053	(0.00237)	0.02953	0.00113	0.00093	0.24975					
		PGCC \$ 0.22053	### Rate per thm Gas Cost	Rate per thm Gas Cost Adjustment \$ 0.22053 (0.00237) 0.02953	Rate per thm Capacity Assignment Rider GPC \$ 0.22053 (0.00237) 0.02953 0.00113	Rate per thm PGC Gas Cost Adjustment Assignment Factor Rider GPC Rider MFC \$ 0.22053 (0.00237) 0.02953 0.00113 0.00318					

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Mark Kempic - President

(D)(I)

RIDER PGC - PURCHASED GAS COST

PROVISIONS FOR RECOVERY OF PURCHASED GAS COSTS

RIDER PGC APPLICABLE TO SALES SERVICE CUSTOMERS

Rates for each thm of gas supplied to sales customers subject to this Rider under the Rate RSS, Rate SGSS, Rate LGSS, and Rate MLSS rate schedules shall include \$0.41059 per thm for recovery of purchased gas costs. This rate includes the commodity cost component (CC) of \$0.22053 per thm, the commodity "E" Factor component (CE) of (\$0.00237) per thm, the demand cost component (DC) of \$0.18284 per thm, and the demand "E" Factor component of \$0.00959 per thm.

RIDER PGC APPLICABLE TO SGDS PRIORITY ONE CUSTOMERS

Rates for each thm of gas distributed under the Rate SGDS rate schedules for Priority-One Service customers (D) shall include \$0.19243 per thm for recovery of Purchased Gas Demand Costs (PGDC). This rate includes the DC of \$0.18284 per thm and the demand "E" Factor component of \$0.00959 per thm.

RIDER PGC CHARGED TO CHOICE DISTRIBUTION SERVICE CUSTOMERS

Rates for each thm of gas distributed under Rate RDS and Rate SCD shall include \$0.16290 per thm for recovery of Purchased Gas Demand Costs. This rate includes the DC of \$0.18284 per thm, the Capacity Assignment (D) Factor (CAF) of (\$0.02953) per thm and the DC "E" Factor component of \$0.00959 per thm. The CAF represents costs not assignable to Choice Distribution Service customers.

Such rates shall be increased or decreased, from time to time, as provided by Section 1307(f) of the Public Utility Code and the Commission's Regulations, to reflect changes in the level of purchased gas costs, as calculated in the manner set forth below.

PRESENTATION ON CUSTOMER BILLS

For sales service customers served under Rate RSS, Rate SGSS, Rate LGSS and Rate MLSS, the Pass-through (D)(I) Charge includes the PGDC of \$0.18284 per thm plus the demand "E" Factor of \$0.00959 per thm. The two factors total \$0.19243 per thm. The Gas Supply Charge includes the PGCC of \$0.22053 per thm. The Gas Cost Adjustment is the commodity "E" Factor of (\$0.00237) per thm.

For General Distribution Service customers served under Priority-One Rate SGDS, the Pass-through Charge (D) includes the PGDC of \$0.18284 per thm and the demand "E" Factor component of \$0.00959 per thm, totaling \$0.19243 per thm.

For Choice Distribution Service customers served under Rate RDS or Rate SCD, the Pass-through Charge (D) includes the PGDC of \$0.18284 per thm, the CAF of (\$0.02953) per thm and the demand "E" Factor component of \$0.00959 per thm, all of which total \$0.16290 per thm.

QUARTERLY UPDATES

The Company's rates for recovery of purchased gas costs are also subject to quarterly adjustments under procedures set forth in the Commission's regulations at 52.Pa. Code § 53.64 (i) (5). Such updates shall reflect, in addition to the provisions of the regulation, adjustments to the projected commodity cost of purchased gas based upon more current versions of the same sources of data and using the same methods to project the commodity cost of purchased gas approved by the Commission in the Company's most recent annual proceeding for recovery of purchased gas costs under section 1307(f) of the Public Utility Code.

(D) Indicates Decrease (I) Indicates Increase

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RIDER PGC - PURCHASED GAS COST (Continued)

COMPUTATION OF PURCHASED GAS DEMAND COSTS PER THM - Continued

Supplier Refunds and Pipeline Penalty Credits that are not included in "CE" will be included in the calculation of "DE". Supplier Refunds and Pipeline Penalty Credits will include interest added at the annual rate of six percent (6%) calculated from the month received to the effective month such refund is refunded. The period over which such refunds will be made shall be established by the Commission.

"S" - projected thms of gas to be billed to customers under the distribution charges of the Rate RSS, Rate SGSS, Rate LGSS, and Rate MLSS rate schedules plus the projected thm of gas to be distributed to customers under Rate RDS, Rate SCD and SGDS Priority One Distribution rate schedules of this Tariff during the period when rates will be in effect.

The portion of Supplier Refunds and Penalty Credits that would otherwise be credited to residential customers shall be credited to the Hardship Fund (mentioned in the USP Rider section of this tariff) when the balance of the Hardship Fund falls below \$750,000. The non-residential portion of Supplier Refunds and Penalty Credits will be credited to applicable non-residential customers through the PGC. When the Hardship Fund balance is \$750,000 or more, and Pipeline Supplier Refunds and Pipeline Penalty Credits received by the Company will be included in the calculation of the PGDC as specified above.

PROVISION OF PURCHASED GAS DEMAND COST CREDIT DUE TO CUSTOMERS ELECTING CHOICE DISTRIBUTION SERVICE – CAPACITY ASSIGNMENT FACTOR (CAF)

The Purchased Gas Demand Cost (PGDC) rate included in the Pass-through Charge billed to Choice Distribution Service customers served under Rate RDS or Rate SCD shall be \$0.16290 per thm. Such rate shall be equal to the PGDC component of \$0.19243 per thm as calculated above, less the CAF of \$0.02953 per thm. The CAF shall be equal to the projected annual cost of assigned Firm Capacity less estimated annual storage commodity costs (storage injection, withdrawal, shrinkage and commodity transportation cost) with the net divided by the estimated, normalized annual usage of customers electing Choice Distribution Service. The CAF of \$0.02953 per thm representing costs not assignable to CHOICE customers shall be included in the Price-to-Compare.

(D)(I)

DETERMINATION OF OVER/UNDERCOLLECTION OF GAS COSTS

Commodity E-factor

In computing the experienced over/under collection of purchased gas commodity costs for a period defined by the Commission, the following procedure shall be used:

(a) All experienced purchased gas commodity costs actually incurred by the Company to service customers pursuant to all rate schedules of this Tariff.

Experienced purchased gas commodity costs shall include, but not be limited to, the following:

- payments to suppliers to accept assignment of capacity on interstate pipelines other than Columbia Gas Transmission, LLC to the extent permitted under the Rules Applicable to Distribution Service;
- (2) costs paid for employing futures, options and other risk management tools, including but not limited to, supplier related costs associated with the fixed price contracts or financial contracts utilized by the Company to lessen the impact of price volatility for PGC customers; and
- (3) the index price of gas purchased from distribution customers under the provisions of the Deliveries in Excess of Consumption section of Paragraph 3 of the Rules Applicable to Distribution Service.

(D) Indicates Decrease (I) Indicates Increase