## 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: September 29, 2022

EFFECTIVE: October 1, 2022

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., Issue and Effective Date.
2-2a	List of Changes	List of Changes.
16	Rate Summary	The "Pass-through Charge" has increased. The "Total Effective Rate" has increased.
21	Rider Summary	The "Universal Service Plan – Rider USP" has increased.
21b	Pass-through Charge Summary	The "Universal Service Plan – Rider USP" has increased. The "Total Pass-through Charge" has increased for rate schedules RSS and RDS.

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## FOR FUTURE USE

### Supplement No. 350 to

Tariff Gas - Pa. P.U.C. No. 9

#### One Hundred Eightieth Revised Page No. 16 Canceling One Hundred Seventy-ninth Revised Page No. 16

#### Columbia Gas of Pennsylvania, Inc.

		Ra	ate Summary						
			Rate per thm						
						Distribution			
						State Tax	System	Total	
		Distribution	Gas Supply	Gas Cost	Pass-Through	Adjustment	Improvement	Effective	
Residential Rate Schedules		Charge	Charge	Adjustment	Charge	Surcharge	Charge (DSIC)	Rate	
			1/		2/	3/	4/		
Rate RSS - Residential Sales Service									
Customer Charge	\$	16.75				0.00	0.00	16.7	
Jsage Charge	\$	0.83527	0.67903	0.04166	0.27850	0.00000	0.00000	1.8344	
Rate RDS - Residential Distribution Service									
Customer Charge	\$	16.75				0.00	0.00	16.7	
Jsage Charge:									
Customers Electing CHOICE	\$	0.83527	-	-	0.25353	0.00000	0.00000	1.0888	
I/ Please see Page No. 21a for rate components.									
2/ Please see Page No. 21b for rate components.									
b) The STAS percentage is reflected on Page No. 20 and is applied (1) The DSIC representation of a state of a page No. 21 and is applied.									
I/ The DSIC percentage is reflected on Page No. 21 and is applied	to the Cl	ustomer Charge	e and the Distribu	tion Charge.				Ostahar 1	
ed: September 29, 2022			Cempic - Presic	<b>.</b> ,			Effective:	Octoper 1	

Mark Kempic - President

#### Supplement No. 349 to

Tariff Gas - Pa. P.U.C. No. 9

One Hundred Thirteenth Revised Page No. 17 Canceling One Hundred Twelfth Revised Page No. 17

		Rat	e Summary					
		Ra	ate per thm					
Commercial / Industrial Rate Schedules <= 64,400 therms - 12 Months Ending October		Distribution Charge	Gas Supply Charge	Gas Cost Adjustment	Pass-through Charge 2/	State Tax Adjustment Surcharge 3/	Distribution System Improvement <u>Charge (DSIC)</u> 4/	Total Effective Rate
			1/		21	3/	4/	
Rate SGSS - Small General Sales Service								
Customer Charge:								
Annual Throughput <= 6,440 thm	\$	29.92				0.00	0.00	29.92
Annual Throughput $> 6,440$ thm and $<= 64,400$ thm	\$	57.00				0.00	0.00	57.00
Isage Charge								
Annual Throughput <= 6,440 thm	\$	0.62048	0.67094	0.04166	0.12128	0.00000	0.00000	1.45436
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	0.52647	0.67094	0.04166	0.12128	0.00000	0.00000	1.36035
ate SCD - Small Commercial Distribution								
ustomer Charge:								
Annual Throughput <= 6,440 thm	\$	29.92				0.00	0.00	29.92
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	57.00				0.00	0.00	57.00
Isage Charge: Customers Electing CHOICE								
Annual Throughput <=6,440 thm	\$	0.62048	-	-	0.09631	0.00000	0.00000	0.71679
Annual Throughput >6,440 and <=64,400 thm	\$	0.52647	-	-	0.09631	0.00000	0.00000	0.62278
ate SGDS - Small General Distribution Service								
customer Charge:								
Annual Throughput <= 6,440 thm	\$	29.92				0.00	0.00	29.92
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	57.00				0.00	0.00	57.00
sage Charge - Priority One								
Annual Throughput <= 6,440 thm	\$	0.61199	-	-	0.12128	0.00000	0.00000	0.73327
Annual Throughput > 6,440 thm and <= 64,400 thm	\$	0.51797	-	-	0.12128	0.00000	0.00000	0.63925
sage Charge - Non-Priority One								
Annual Throughput <= 6,440 thm	\$	0.61199	-	-	0.00010	0.00000	0.00000	0.61209
Annual Throughput > 6,440 and <= 64,400 thm	\$	0.51797	-	-	0.00010	0.00000	0.00000	0.51807
Please see Page No. 21a for rate components. Please see Page No. 21b for rate components.								
The STAS percentage is reflected on Page No. 20 and is applied to	the Custom	er Charge and	the Distribution (	Charge.				
/ The DSIC percentage is reflected on Page No. 21 and is applied to t								
/ Plus Rider EBS Option 1 or 2 - See Page 21.		5		2				
ed: September 29, 2022							Effective	October 1,
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Columbia Gas of Pennsylvania, Inc.

Mark Kempic - President

#### Supplement No. 349 to Tariff Gas - Pa. P.U.C. No. 9 One Hundred Forty-seventh Revised Page No. 18

Canceling One Hundred Forty-sixth Revised Page No. 18

		Rate	Summary					
Commercial / Industrial Rate Schedules > 64,400 therms - 12 Months Ending October		Ra Distribution Charge	te per thm Gas Supply Charge	Gas Cost Adjustment	Pass-through Charge	State Tax Adjustment Surcharge	Distribution System Improvement Charge (DSIC)	Total Effective Rate
		onarge	1/	Adjustment	2/	3/	4/	Trate
ate LGSS - Large General Sales Service								
ustomer Charge:	¢	005.00				0.00	0.00	005.00
Annual Throughput > 64,400 thm and <= 110,000 thm Annual Throughput > 110,000 thm and <= 540,000 thm	\$ \$	265.00 1,050.11				0.00	0.00 0.00	265.00 1,050.11
<b>U I I I</b>	ֆ Տ	,						,
Annual Throughput > $540,000$ thm and <= $1,074,000$ thm	-	2,673.99				0.00	0.00	2,673.99
Annual Throughput > 1,074,000 thm and $\leq$ 3,400,000 thm	\$ \$	4,159.15				0.00 0.00	0.00 0.00	4,159.15
Annual Throughput > $3,400,000$ thm and <= $7,500,000$ thm	Ŷ	8,020.79				0.00	0.00	8,020.79
Annual Throughput > 7,500,000 thm	\$	11,882.42				0.00	0.00	11,882.42
sage Charge:								
Annual Throughput > 64,400 thm and <= 110,000 thm	\$	0.39460	0.66888	0.04166	0.12118	0.00000	0.00000	1.22632
Annual Throughput > 110,000 thm and <= 540,000 thm	\$	0.36893	0.66888	0.04166	0.12118	0.00000	0.00000	1.20065
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$	0.20979	0.66888	0.04166	0.12118	0.00000	0.00000	1.0415
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$	0.18608	0.66888	0.04166	0.12118	0.00000	0.00000	1.01780
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$	0.16699	0.66888	0.04166	0.12118	0.00000	0.00000	0.99871
Annual Throughput > 7,500,000 thm	\$	0.09937	0.66888	0.04166	0.12118	0.00000	0.00000	0.93109
tate SDS - Small Distribution Service Customer Charge: Annual Throughput > 64,400 thm and <= 110,000 thm Annual Throughput > 110,000 thm and <= 540,000 thm Jsage Charge: Annual Throughput > 64,400 thm and <= 110,000 thm Annual Throughput > 110,000 thm and <= 540,000 thm	\$ \$ \$	265.00 1,050.11 0.39460 0.36893	-	-	-	0.00 0.00 0.00000 0.00000	0.00 0.00 0.00000 0.00000	265.00 1,050.11 0.39460 0.36893
ate LDS - Large Distribution Service								
ustomer Charge:								
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$	2,673.99				0.00	0.00	2,673.99
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$	4,159.15				0.00	0.00	4,159.15
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$	8,020.79				0.00	0.00	8,020.79
Annual Throughput > 7,500,000 thm	\$	11,882.42				0.00	0.00	11,882.42
sage Charge:								
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$	0.20979	-	-	-	0.00000	0.00000	0.20979
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$	0.18608	-	-	-	0.00000	0.00000	0.18608
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$	0.16699	-	-	-	0.00000	0.00000	0.16699
Annual Throughput > 7,500,000 thm	\$	0.09937	-	-	-	0.00000	0.00000	0.09937
/ Please see Page No. 21a for rate components.								
Please see Page No. 21b for rate components. The STAS percentage is reflected on Page No. 20 and is applied to the Cu								

3/ The STAS percentage is reflected on Page No. 20 and is applied to the Customer Charge and the Distribution Charge. 4/ The DSIC percentage is reflected on Page No. 21 and is applied to the Customer Charge and the Distribution Charge. 5/ Plus Rider EBS Option 1 or 2 - See Page 21. Issued: September 29, 2022

Columbia Gas of Pennsylvania, Inc.

#### Supplement No. 349 to Tariff Gas - Pa. P.U.C. No. 9 Seventy-sixth Revised Page No. 19 Canceling Seventy-fifth Revised Page No. 19

Rate Summarv Rate per thm Distribution State Tax System Total Main Line Service Rate Schedules Distribution Gas Supply Gas Cost Pass-through Adjustment Improvement Effective Commercial / Industrial Charge Charge Adjustment Charge Surcharge Charge (DSIC) Rate 1/ 2/ 3/ 4/ **Rate MLSS - Main Line Sales Service** Customer Charge: 469.34 Annual Throughput > 274,000 thm and <= 540,000 thm \$ 0.00 0.00 469.34 Annual Throughput > 540.000 thm and <= 1.074.000 thm \$ 1.149.00 0.00 0.00 1.149.00 Annual Throughput > 1,074,000 thm and <= 3,400,000 thm \$ 2,050.00 0.00 0.00 2,050.00 Annual Throughput > 3,400,000 thm and <= 7,500,000 thm \$ 4.096.00 0.00 0.00 4.096.00 Annual Throughput > 7,500,000 thm \$ 7,322.00 0.00 0.00 7,322.00 Usage Charge: MLS Class I Annual Throughput > 274,000 thm \$ 0.00937 0.66888 0.04166 0.12118 0.00000 0.00000 0.84109 MLS Class II: Annual Throughput > 2,146,000 thm and <= 3,400,000 thm \$ 0.04481 0.66888 0.04166 0.12118 0.00000 0.00000 0.87653 Annual Throughput > 3.400.000 thm and <= 7.500.000 thm \$ 0.03876 0.66888 0.04166 0.12118 0.00000 0.00000 0.87048 \$ 0.03355 0.66888 0.00000 0.00000 0.86527 Annual Throughput > 7,500,000 thm 0.04166 0.12118 **Rate MLDS - Main Line Distribution Service** Customer Charge: Annual Throughput > 274,000 thm and <= 540,000 thm \$ 469.34 0.00 0.00 469.34 Annual Throughput > 540,000 thm and <= 1,074,000 thm \$ 1,149.00 0.00 0.00 1,149.00 Annual Throughput > 1,074,000 thm and <= 3,400,000 thm \$ 2,050.00 0.00 0.00 2,050.00 Annual Throughput > 3,400,000 thm and <= 7,500,000 thm \$ 4,096.00 0.00 0.00 4,096.00 Annual Throughput > 7,500,000 thm \$ 0.00 7,322.00 7,322.00 0.00 Usage Charge: MLS Class I Annual Throughput > 274,000 thm \$ 0.00937 0.00000 0.00000 0.00937 5/ MLS Class II: Annual Throughput > 2,146,000 thm and <= 3,400,000 thm \$ 0.04481 0.00000 0.00000 0.04481 5/ Annual Throughput > 3,400,000 thm and <= 7,500,000 thm 0.03876 0.00000 0.00000 0.03876 5/ \$ Annual Throughput > 7,500,000 thm \$ 0.03355 0.00000 0.00000 0.03355 5/ 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 Customer Charge and the Distribution Charge. 4/ The DSIC percentage is reflected on Page No. 21 and is applied to the Customer Charge and the Distribution Charge. 5/ Plus Rider EBS Option 1 or 2 - See Page 21.

Issued: September 29, 2022

Columbia Gas of Pennsylvania, Inc.

Mark Kempic - President

Effective: October 1, 2022

Columbia Gas of Pennsylvania, Inc.

biumbia Gas of Pennsylvania, Inc.			Canceling One Hundred Thirty-sec	cond Revised Page No. 2
	C	ther Rates Su	ummary	
		Rate per th	ım	
Description		Rate \$/ thm	Applicable Rate Schedules	
Penalty Credit/Pipeline Refund Passback - Residential		(0.05027) 1/	RSS/RDS/CAP	
Penalty Credit/Pipeline Refund Passback - Non-Residential	\$	(0.05267) 2/	SGSS/SGDS-P1/SCD/LGSS/MLSS	
Price to Compare for Residential Gas Supply	\$	0.74566 3/	RSS	
Price to Compare for Commercial Gas Supply	\$	0.73757 3/	SGSS (< = 64,400 thms)	
State Tax Adjustment Surcharge Percentage		0.000%	Customer and Distribution Charges on all rates	
Rate SS - Standby Service	\$	1.06673	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 (\$0.05027 2/ Includes Penalty Credit and Pipeline Refund passback rate of (\$0.00012 Penalty Credit and Pipeline Refund passback rate of (\$0.05255) effective of 3/ Please see Page No. 21c for rate components.	) effectiv	ve April 2022-Mar		
sued: September 29, 2022			un e i de unt	Effective: October 1, 20
		Mark Kempic - P	resident	

Supplement No. 350 to

Tariff Gas - Pa. P.U.C. No. 9

One Hundred Ninety-fourth Revised Page No. 21 Canceling One Hundred Ninety-third Revised Page No. 21

	R	ider Summa	ary	
Riders	_	Rate		Applicable Rate Schedules
Customer Choice - Rider CC	\$	0.00010 /tł	hm	RSS/RDS/SGSS/SGDS/SCD/DGDS
Universal Service Plan - Rider USP	\$	0.15482 /tł	hm	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	\$		hm	SGDS/SDS
Option 1 - Large Customer	\$	0.00723 /th	hm	LDS/MLDS
Option 2 - Small Customer	\$	0.00697 /tł	hm	SGDS/SDS
Option 2 - Large Customer	\$	0.00226 /th	hm	LDS/MLDS
Gas Procurement Charge - Rider GPC	\$	0.00113 /th	hm	RSS/SGSS/LGSS/MLSS
Merchant Function Charge - Rider MFC	\$	0.01015 /th	hm	RSS
Merchant Function Charge - Rider MFC	\$	0.00206 /th	hm	SGSS
Purchased Gas Cost - Rider PGC	P	g. 21a & 21b		Rate Schedules specified on Page 21a & 21b

Issued: September 29, 2022

Mark Kempic - President

Effective: October 1, 2022

Supplement No. 349 to Tariff Gas - Pa. P.U.C. No. 9 Fifty-fourth Revised Page No. 21a Canceling Fifty-third Revised Page No. 21a

### Columbia Gas of Pennsylvania, Inc.

Rate Schedule	 PGCC	Rider GPC	Rider MFC	Total Gas Supply Charge
Rate CAP - Customer Assistance Plan	\$ 0.66775	0.00113	0.01015	0.67903
Rate RSS - Residential Sales Service	\$ 0.66775	0.00113	0.01015	0.67903
Rate SGSS - Small General Sales Service	\$ 0.66775	0.00113	0.00206	0.67094
Rate LGSS - Large General Sales Service	\$ 0.66775	0.00113	-	0.66888
Rate MLSS - Main Line Sales Service	\$ 0.66775	0.00113	-	0.66888

#### Supplement No. 350 to Tariff Gas - Pa. P.U.C. No. 9 Ninety-first Revised Page No. 21b Canceling Ninetieth Revised Page No. 21b

#### Columbia Gas of Pennsylvania, Inc.

	Pass-tr	nrough Charge	Summary				
		Rate per thm PGDC	Capacity Assignment	Pipeline Refund/ Penalty			Total Pass-
Rate Schedule	 PGDC	"E" Factor	Factor	Credits	Rider CC	Rider USP	through
Rate CAP - Customer Assistance Plan	\$ 0.17775	(0.00390)	-	(0.05027)	-	-	0.1235
Rate RSS - Residential Sales Service	\$ 0.17775	(0.00390)	-	(0.05027)	0.00010	0.15482	0.2785
Rate SGSS - Small General Sales Service	\$ 0.17775	(0.00390)	-	(0.05267)	0.00010	-	0.1212
Rate LGSS - Large General Sales Service	\$ 0.17775	(0.00390)	-	(0.05267)	-	-	0.1211
Rate MLSS - Main Line Sales Service	\$ 0.17775	(0.00390)	-	(0.05267)	-	-	0.1211
Rate RDS - Residential Distribution Service	\$ 0.17775	(0.00390)	(0.02497)	(0.05027)	0.00010	0.15482	0.2535
Rate SCD - Small Commercial Distribution (Choice)	\$ 0.17775	(0.00390)	(0.02497)	(0.05267)	0.00010	-	0.0963
Rate SGDS - Small General Distribution Service Priority One (P1) Non-Priority One (NP1)	\$ 0.17775 -	(0.00390) -	-	(0.05267)	0.00010 0.00010	-	0.1212 0.0001
Rate SDS - Small Distribution Service	\$ -	-	-	-	-	-	-
Rate LDS - Large Distribution Service	\$ -	-	-	-	-	-	-
Rate MLDS - Main Line Distribution Service	\$ -	-	-	-	-	-	-

Mark Kempic - President

#### Supplement No. 349 to Tariff Gas - Pa. P.U.C. No. 9

## Fifty-fourth Revised Page No. 21c

### Canceling Fifty-third Revised Page No. 21c

umbia Gas of Pennsylvania, Inc.	Pric		re (PTC) Summ per thm	iary		ity-third Revise	u raye No
Customer Class		PGCC	Gas Cost Adjustment	Capacity Assignment Factor	Rider GPC	Rider MFC	Total Price-to- Compare
Residential	\$	0.66775	0.04166	0.02497	0.00113	0.01015	0.74566
Commercial < = 64,400 thm/year	\$	0.66775	0.04166	0.02497	0.00113	0.00206	0.73757
ued: September 29, 2022						Effective: (	October 1, 2

Mark Kempic - President

### **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 \$0.88326 per thm for recovery of purchased gas costs. This rate includes the commodity cost component (CC) of \$0.66775 per thm, the commodity "E" Factor component (CE) of \$0.04166 per thm, the demand cost component (DC) of \$0.17775 per thm, and the demand "E" Factor component of (\$0.00390) 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 \$0.17385 per thm for recovery of Purchased Gas Demand Costs (PGDC). This rate includes the DC of \$0.17775 per thm and the demand "E" Factor component of (\$0.00390) 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 \$0.14888 per thm for (I)(D) recovery of Purchased Gas Demand Costs. This rate includes the DC of \$0.17775 per thm, the Capacity Assignment Factor (CAF) of (\$0.02497) per thm and the DC "E" Factor component of (\$0.00390) 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- (I)(D) through Charge includes the PGDC of \$0.17775 per thm plus the demand "E" Factor of (\$0.00390) per thm. The two factors total \$0.17385 per thm. The Gas Supply Charge includes the PGCC of \$0.66775 per thm. The Gas Cost Adjustment is the commodity "E" Factor of \$0.04166 per thm.

For General Distribution Service customers served under Priority-One Rate SGDS, the Pass-through Charge includes the PGDC of \$0.17775 per thm and the demand "E" Factor component of (\$0.00390) per thm, totaling (D) \$0.17385 per thm.

For Choice Distribution Service customers served under Rate RDS or Rate SCD, the Pass-through Charge includes the PGDC of \$0.17775 per thm, the CAF of (\$0.02497) per thm and the demand "E" Factor component (I)(D) of (\$0.00390) per thm, all of which total \$0.14888 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

### 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 \$0.14888 per thm. Such rate shall be equal to the PGDC component of \$0.17385 per thm as calculated above, less the CAF of \$0.02497 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 \$0.02497 per thm representing costs not assignable to CHOICE customers shall be included in the Price-to-Compare.

#### 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:

- (1) 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