

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 28, 2023

EFFECTIVE: October 1, 2023

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**

Columbia Gas of Pennsylvania, Inc.

Rate Summary								
Rate per thm								
Residential Rate Schedules	Distribution Charge	Gas Supply Charge 1/	Gas Cost Adjustment	Pass-Through Charge 2/	State Tax Adjustment Surcharge 3/	Distribution System Improvement Charge (DSIC) 4/	Rider EE-Energy Efficiency Rider 5/	Total Effective Rate
Rate RSS - Residential Sales Service								
Customer Charge	\$ 16.75				0.00	0.00	-	16.75
Usage Charge	\$ 0.91069	0.27441	(0.01500)	0.31258	0.00000	0.00000	0.00361	1.48629
Rate RDS - Residential Distribution Service								
Customer Charge	\$ 16.75				0.00	0.00	-	16.75
Usage Charge:								
Customers Electing CHOICE	\$ 0.91069	-	-	0.28391	0.00000	0.00000	0.00361	1.19821

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/ Rider EE is reflected on Page No. 21 and is applied to the Distribution Charge.

Issued: September 28, 2023

Mark Kempic - President

Effective: October 1, 2023

Columbia Gas of Pennsylvania, Inc.

Canceling One Hundred Nineteenth and One Hundred Twenty-first Revised Page No. 17

Rate Summary							
Rate per thm							
Commercial / Industrial Rate Schedules ≤ 64,400 therms - 12 Months Ending October	Distribution Charge	Gas Supply Charge 1/	Gas Cost Adjustment	Pass-through Charge 2/	State Tax Adjustment Surcharge 3/	Distribution System Improvement Charge (DSIC) 4/	Total Effective Rate
<u>Rate SGSS - Small General Sales Service</u>							
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
Usage Charge							
Annual Throughput ≤ 6,440 thm	\$ 0.69747	0.27165	(0.01500)	0.19302	0.00000	0.00000	1.14714
Annual Throughput > 6,440 thm and ≤ 64,400 thm	\$ 0.59489	0.27165	(0.01500)	0.19302	0.00000	0.00000	1.04456
<u>Rate SCD - Small Commercial Distribution</u>							
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
Usage Charge: Customers Electing CHOICE							
Annual Throughput ≤ 6,440 thm	\$ 0.69747	-	-	0.16435	0.00000	0.00000	0.86182
Annual Throughput > 6,440 thm and ≤ 64,400 thm	\$ 0.59489	-	-	0.16435	0.00000	0.00000	0.75924
<u>Rate SGDS - Small General Distribution Service</u>							
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
Usage Charge - Priority One							
Annual Throughput ≤ 6,440 thm	\$ 0.68756	-	-	0.19302	0.00000	0.00000	0.88058 5/
Annual Throughput > 6,440 thm and ≤ 64,400 thm	\$ 0.58497	-	-	0.19302	0.00000	0.00000	0.77799 5/
Usage Charge - Non-Priority One							
Annual Throughput ≤ 6,440 thm	\$ 0.68756	-	-	0.00010	0.00000	0.00000	0.68766 5/
Annual Throughput > 6,440 thm and ≤ 64,400 thm	\$ 0.58497	-	-	0.00010	0.00000	0.00000	0.58507 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 28, 2023

Effective: October 1, 2023

Mark Kempic - President

Columbia Gas of Pennsylvania, Inc.

Rate Summary							
Rate per thm							
Commercial / Industrial Rate Schedules > 64,400 therms - 12 Months Ending October	Distribution Charge	Gas Supply Charge 1/	Gas Cost Adjustment	Pass-through Charge 2/	State Tax Adjustment Surcharge 3/	Distribution System Improvement Charge (DSIC) 4/	Total Effective Rate
<u>Rate LGSS - Large General Sales Service</u>							
Customer Charge:							
Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 267.11				0.00	0.00	267.11
Annual Throughput > 110,000 thm and <= 540,000 thm	\$ 1,211.59				0.00	0.00	1,211.59
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 2,986.82				0.00	0.00	2,986.82
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 4,645.73				0.00	0.00	4,645.73
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 8,959.14				0.00	0.00	8,959.14
Annual Throughput > 7,500,000 thm	\$ 13,272.55				0.00	0.00	13,272.55
Usage Charge:							
Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 0.45681	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.90525
Annual Throughput > 110,000 thm and <= 540,000 thm	\$ 0.42709	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.87553
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 0.23433	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.68277
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 0.20785	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.65629
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 0.18652	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.63496
Annual Throughput > 7,500,000 thm	\$ 0.11099	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.55943
<u>Rate SDS - Small Distribution Service</u>							
Customer Charge:							
Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 267.11				0.00	0.00	267.11
Annual Throughput > 110,000 thm and <= 540,000 thm	\$ 1,211.59				0.00	0.00	1,211.59
Usage Charge:							
Annual Throughput > 64,400 thm and <= 110,000 thm	\$ 0.45681	-	-	-	0.00000	0.00000	0.45681 5/
Annual Throughput > 110,000 thm and <= 540,000 thm	\$ 0.42709	-	-	-	0.00000	0.00000	0.42709 5/
<u>Rate LDS - Large Distribution Service</u>							
Customer Charge:							
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 2,986.82				0.00	0.00	2,986.82
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 4,645.73				0.00	0.00	4,645.73
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 8,959.14				0.00	0.00	8,959.14
Annual Throughput > 7,500,000 thm	\$ 13,272.55				0.00	0.00	13,272.55
Usage Charge:							
Annual Throughput > 540,000 thm and <= 1,074,000 thm	\$ 0.23433	-	-	-	0.00000	0.00000	0.23433 5/
Annual Throughput > 1,074,000 thm and <= 3,400,000 thm	\$ 0.20785	-	-	-	0.00000	0.00000	0.20785 5/
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 0.18652	-	-	-	0.00000	0.00000	0.18652 5/
Annual Throughput > 7,500,000 thm	\$ 0.11099	-	-	-	0.00000	0.00000	0.11099 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.

Columbia Gas of Pennsylvania, Inc.

Canceling Eighty-second and Eighty-fourth Revised Page No. 19

Rate Summary							
Rate per thm							
Main Line Service Rate Schedules Commercial / Industrial	Distribution Charge	Gas Supply Charge 1/	Gas Cost Adjustment	Pass-through Charge 2/	State Tax Adjustment Surcharge 3/	Distribution System Improvement Charge (DSIC) 4/	Total Effective Rate
<u>Rate MLSS - Main Line Sales Service</u>							
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	\$ 7,322.00				0.00	0.00	7,322.00
Usage Charge:							
MLS Class I Annual Throughput > 274,000 thm	\$ 0.00937	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.45781
MLS Class II:							
Annual Throughput > 2,146,000 thm and <= 3,400,000 thm	\$ 0.04481	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.49325
Annual Throughput > 3,400,000 thm and <= 7,500,000 thm	\$ 0.03876	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.48720
Annual Throughput > 7,500,000 thm	\$ 0.03355	0.27052	(0.01500)	0.19292	0.00000	0.00000	0.48199
<u>Rate MLDS - Main Line Distribution Service</u>							
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	\$ 7,322.00				0.00	0.00	7,322.00
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 28, 2023

Mark Kempic - President

Effective: October 1, 2023

Columbia Gas of Pennsylvania, Inc.

Canceling One Hundred Thirty-eighth and One Hundred Thirty-ninth Revised Page No. 20

Other Rates Summary		
Rate per thm		
Description	Rate	Applicable Rate Schedules
	\$/ thm	
Penalty Credit/Pipeline Refund Passback - Residential	(0.00008) ^{1/}	RSS/RDS/CAP
Penalty Credit/Pipeline Refund Passback - Non-Residential	\$ (0.00123) ^{2/}	SGSS/SGDS-P1/SCD/LGSS/MLSS
Price to Compare for Residential Gas Supply	\$ 0.28808 ^{3/}	RSS
Price to Compare for Commercial Gas Supply	\$ 0.28532 ^{3/}	SGSS (< = 64,400 thms)
State Tax Adjustment Surcharge Percentage	0.000%	Customer and Distribution Charges on all rates
Rate SS - Standby Service	\$ 1.10754	Per therm based on a customer's Maximum Daily Firm Requirement. See Pages 134 - 136 herein for detail.
<p>^{1/} Includes Penalty Credit and Pipeline Refund passback rate of (\$0.00008) effective July 2023-June 2024</p> <p>^{2/} Includes Penalty Credit and Pipeline Refund passback rate of (\$0.00123) effective July 2023-June 2024</p> <p>^{3/} Please see Page No. 21c for rate components.</p>		

Issued: September 28, 2023

Mark Kempic - President

Effective: October 1, 2023

Columbia Gas of Pennsylvania, Inc.

Rider Summary

Riders	Rate	Applicable Rate Schedules
Customer Choice - Rider CC	\$ 0.00010 /thm	RSS/RDS/SGSS/SGDS/SCD/DGDS
Universal Service Plan - Rider USP	\$ 0.11841 /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	\$ 0.00389 /thm	RSS
Merchant Function Charge - Rider MFC	\$ 0.00113 /thm	SGSS
Purchased Gas Cost - Rider PGC	Pg. 21a & 21b	Rate Schedules specified on Page 21a & 21b
Energy Efficiency Rider	\$ 0.00361 /thm	RSS/RDS

Issued: September 28, 2023

Mark Kempic - President

Effective: October 1, 2023

Columbia Gas of Pennsylvania, Inc.

Canceling Fifty-ninth and Sixtieth Revised Page No. 21a

Gas Supply Charge Summary				
Rate per thm				
Rate Schedule	PGCC	Rider GPC	Rider MFC	Total Gas Supply Charge
Rate CAP - Customer Assistance Plan	\$ 0.26939	0.00113	0.00389	0.27441
Rate RSS - Residential Sales Service	\$ 0.26939	0.00113	0.00389	0.27441
Rate SGSS - Small General Sales Service	\$ 0.26939	0.00113	0.00113	0.27165
Rate LGSS - Large General Sales Service	\$ 0.26939	0.00113	-	0.27052
Rate MLSS - Main Line Sales Service	\$ 0.26939	0.00113	-	0.27052

Issued: September 28, 2023

Effective: October 1, 2023

Mark Kempic - President

Columbia Gas of Pennsylvania, Inc.

Pass-through Charge Summary							
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	\$ 0.18389	0.01026	-	(0.00008)	-	-	0.19407
Rate RSS - Residential Sales Service	\$ 0.18389	0.01026	-	(0.00008)	0.00010	0.11841	0.31258
Rate SGSS - Small General Sales Service	\$ 0.18389	0.01026	-	(0.00123)	0.00010	-	0.19302
Rate LGSS - Large General Sales Service	\$ 0.18389	0.01026	-	(0.00123)	-	-	0.19292
Rate MLSS - Main Line Sales Service	\$ 0.18389	0.01026	-	(0.00123)	-	-	0.19292
Rate RDS - Residential Distribution Service	\$ 0.18389	0.01026	(0.02867)	(0.00008)	0.00010	0.11841	0.28391
Rate SCD - Small Commercial Distribution (Choice)	\$ 0.18389	0.01026	(0.02867)	(0.00123)	0.00010	-	0.16435
Rate SGDS - Small General Distribution Service							
Priority One (P1)	\$ 0.18389	0.01026	-	(0.00123)	0.00010	-	0.19302
Non-Priority One (NP1)	-	-	-	-	0.00010	-	0.00010
Rate SDS - Small Distribution Service	\$ -	-	-	-	-	-	-
Rate LDS - Large Distribution Service	\$ -	-	-	-	-	-	-
Rate MLDS - Main Line Distribution Service	\$ -	-	-	-	-	-	-

Issued: September 28, 2023

Mark Kempic - President

Effective: October 1, 2023

Columbia Gas of Pennsylvania, Inc.

Canceling Fifty-ninth and Sixtieth Revised Page No. 21c

Price-to-Compare (PTC) Summary						
Rate per thm						
Customer Class	PGCC	Gas Cost Adjustment	Capacity Assignment Factor	Rider GPC	Rider MFC	Total Price-to-Compare
Residential	\$ 0.26939	(0.01500)	0.02867	0.00113	0.00389	0.28808
Commercial < = 64,400 thm/year	\$ 0.26939	(0.01500)	0.02867	0.00113	0.00113	0.28532

Issued: September 28, 2023

Mark Kempic - President

Effective: October 1, 2023

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 \$0.44854 per thm for recovery of purchased gas costs. This rate includes the commodity cost component (CC) of \$0.26939 per thm, the commodity "E" Factor component (CE) of (\$0.01500) per thm, the demand cost component (DC) of \$0.18389 per thm, and the demand "E" Factor component of \$0.01026 per thm. (D)(I)

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 shall include \$0.19415 per thm for recovery of Purchased Gas Demand Costs (PGDC). This rate includes the DC of \$0.18389 per thm and the demand "E" Factor component of \$0.01026 per thm. (D)(I)

RIDER PGC CHARGED TO CHOICE DISTRIBUTION SERVICE CUSTOMERS

Rates for each thm of gas distributed under Rate RDS and Rate SCD shall include \$0.16548 per thm for recovery of Purchased Gas Demand Costs. This rate includes the DC of \$0.18389 per thm, the Capacity Assignment Factor (CAF) of (\$0.02867) per thm and the DC "E" Factor component of \$0.01026 per thm. The CAF represents costs not assignable to Choice Distribution Service customers. (D)(I)

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 Charge includes the PGDC of \$0.18389 per thm plus the demand "E" Factor of \$0.01026 per thm. The two factors total \$0.19415 per thm. The Gas Supply Charge includes the PGCC of \$0.26939 per thm. The Gas Cost Adjustment is the commodity "E" Factor of (\$0.01500) per thm. (D)(I)

For General Distribution Service customers served under Priority-One Rate SGDS, the Pass-through Charge includes the PGDC of \$0.18389 per thm and the demand "E" Factor component of \$0.01026 per thm, totaling \$0.19415 per thm. (D)(I)

For Choice Distribution Service customers served under Rate RDS or Rate SCD, the Pass-through Charge includes the PGDC of \$0.18389 per thm, the CAF of (\$0.02867) per thm and the demand "E" Factor component of \$0.01026 per thm, all of which total \$0.16548 per thm. (D)(I)

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 \$0.16548 per thm. Such rate shall be equal to the PGDC component of \$0.19415 per thm as calculated above, less the CAF of \$0.02867 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 \$0.02867 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:

- (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