

Cynthia 5/23/22

NOTICE

In accordance with the requirements of the Kentucky Public Service Commission ("Commission") as set forth in 807 KAR 5:001, Section 17 of the Rules and Regulations of the Commission, notice is hereby given to the customers of Columbia Gas of Kentucky, Inc. ("Columbia") of a proposed rate adjustment. Columbia expects to file an application with the Commission on or about May 16, 2024, in Case No. 2024-00092. The application will request that the proposed rates become effective July 1, 2024. The rate increase will apply to all of Columbia's customers. The present tariff rates for each customer classification to which the proposed rates will apply are set forth below:

| | Charge \$ | Gas Cost Adjustment Demand ¹ \$ | Gas Cost Adjustment Commodity ² \$ | Total Billing Rate \$ |
|--|-----------|--|---|-----------------------|
| RATE SCHEDULES GS and SVGTS¹ | | | | |
| Residential (GSR) | | | | |
| Customer Charge per billing period | 19.75 | | | 19.75 |
| SMRP Rider per Mcf ^a | 0.1224 | | | 0.1224 |
| ECCPRC per billing period | 0.08 | | | 0.08 |
| Delivery Charge per Mcf | 5.2528 | 1.5876 | 1.3660 | 8.2064 |
| EAP Rider per billing period | 0.30 | | | 0.30 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULES GS and SVGTS¹ | | | | |
| Commercial or Industrial (GSO) | | | | |
| Customer Charge per billing period | 83.71 | | | 83.71 |
| SMRP Rider per Mcf ^a | 0.0732 | | | 0.0732 |
| Delivery Charge per Mcf | | | | |
| First 50 Mcf or less per billing period | 3.2513 | 1.5876 | 1.3660 | 6.2049 |
| Next 350 Mcf per billing period | 2.5096 | 1.5876 | 1.3660 | 5.4632 |
| Next 600 Mcf per billing period | 2.3855 | 1.5876 | 1.3660 | 5.3391 |
| Over 1,000 Mcf per billing period | 2.1700 | 1.5876 | 1.3660 | 5.1236 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULE IS - INTERRUPTIBLE SALES SERVICE | | | | |
| Customer Charge per billing period | 3,982.30 | | | 3,982.30 |
| SMRP Rider per Mcf ^a | 0.0139 | | | 0.0139 |
| Delivery Charge per Mcf | | | | |
| First 30,000 Mcf per billing period | 0.7093 | | 1.3660 | 2.0753 |
| Next 70,000 Mcf per billing period | 0.4378 | | 1.3660 | 1.8038 |
| Over 100,000 Mcf per billing period | 0.2423 | | 1.3660 | 1.6083 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| Firm Service Demand Charge | | | | |
| Demand Charge times Daily Firm Volumes (Mcf) in Customer Agreement | | 9.9772 | | 9.9772 |
| RATE SCHEDULE IUS - INTRASTATE UTILITY SERVICE¹ | | | | |
| Customer Charge per billing period | 945.24 | | | 945.24 |
| SMRP Rider per Mcf ^a | 0.0447 | | | 0.0447 |
| Delivery Charge per Mcf for all volumes delivered | 1.1959 | 1.5876 | 1.3660 | 4.1495 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULE SS - STANDBY SERVICE | | | | |
| Standby Service Demand Charge per Mcf | | | | |
| Demand Charge times Daily Firm Volumes (Mcf) in Customer Service Agreement | | 9.9772 | | 9.9772 |
| Standby Service Commodity Charge per Mcf | | | 1.3660 | 1.3660 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULE DS - DELIVERY SERVICE | | | | |
| Customer Charge per billing period | 3,982.30 | | | 3,982.30 |
| SMRP Rider ^a - DS only - per Mcf ² | 0.0139 | | | 0.0139 |
| Customer Charge - Grandfathered Delivery Service only - per billing period | 83.71 | | | 83.71 |
| SMRP Rider - Grandfathered Delivery Service only - per Mcf ^a | 0.0732 | | | 0.0732 |
| Customer Charge - Intrastate Utility only - per billing period | 945.24 | | | 945.24 |
| SMRP Rider - Intrastate Utility only - per Mcf ^a | 0.0447 | | | 0.0447 |
| Delivery Charge per Mcf ^a | | | | |
| First 30,000 Mcf per billing period | 0.7093 | | 0.7093 | 1.4186 |
| Next 70,000 Mcf per billing period | 0.4378 | | 0.4378 | 0.8756 |
| Over 100,000 Mcf per billing period | 0.2423 | | 0.2423 | 0.4846 |
| Delivery Charge - Grandfathered Delivery Service only | | | | |
| First 50 Mcf or less per billing period | 3.2513 | | 3.2513 | 6.5026 |
| Next 350 Mcf per billing period | 2.5096 | | 2.5096 | 5.0192 |
| Next 600 Mcf per billing period | 2.3855 | | 2.3855 | 4.7710 |
| Over 1,000 Mcf per billing period | 2.1700 | | 2.1700 | 4.3400 |
| Delivery Charge - Intrastate Utility | | | | |
| Delivery Service only | 1.1959 | | 1.1959 | 2.3918 |
| All volumes per billing period | | 0.0362 | | 0.0362 |
| Banking and Balancing Service per Mcf ² | 0.0124 | | | 0.0124 |
| Research & Development Rider per Mcf ² | | | | |
| RATE SCHEDULE MLDS - MAINLINE DELIVERY SERVICE | | | | |
| Customer Charge per billing period | 260.11 | | | 260.11 |
| Delivery Charge per Mcf | 0.0867 | | | 0.0867 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| Banking and Balancing Service per Mcf ² | | 0.0362 | | 0.0362 |

The proposed rates for each customer classification to which the proposed rates will apply are set forth below:

| | Charge \$ | Gas Cost Adjustment Demand ¹ \$ | Gas Cost Adjustment Commodity ² \$ | Total Billing Rate \$ |
|---|-----------|--|---|-----------------------|
| RATE SCHEDULES GS and SVGTS¹ | | | | |
| Residential (GSR) | | | | |
| Customer Charge per billing period | 27.00 | | | 27.00 |
| SMRP Rider per Mcf ^a | 0.1224 | | | 0.1224 |
| ECCPRC per billing period | 0.08 | | | 0.08 |
| Delivery Charge per Mcf | 5.7874 | 1.5876 | 1.3614 | 8.7364 |
| EAP Rider per billing period | 0.30 | | | 0.30 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULES GS AND SVGTS¹ | | | | |
| Commercial or Industrial (GSO) | | | | |
| Customer Charge per billing period | 110.00 | | | 110.00 |
| SMRP Rider per Mcf ^a | 0.0732 | | | 0.0732 |
| Delivery Charge per Mcf | | | | |
| First 50 Mcf or less per billing period | 3.6525 | 1.5876 | 1.3614 | 6.6015 |
| Next 350 Mcf per billing period | 2.8193 | 1.5876 | 1.3614 | 5.7683 |
| Next 600 Mcf per billing period | 2.6798 | 1.5876 | 1.3614 | 5.6288 |
| Over 1,000 Mcf per billing period | 2.4377 | 1.5876 | 1.3614 | 5.3867 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULE IS - INTERRUPTIBLE SALES SERVICE | | | | |
| Customer Charge per billing period | 5,000.00 | | | 5,000.00 |
| SMRP Rider per Mcf ^a | 0.0139 | | | 0.0139 |
| Delivery Charge per Mcf | | | | |
| First 30,000 Mcf per billing period | 0.8403 | | 1.3614 | 2.2017 |
| Next 70,000 Mcf per billing period | 0.5187 | | 1.3614 | 1.8801 |
| Over 100,000 Mcf per billing period | 0.2871 | | 1.3614 | 1.6485 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| Firm Service Demand Charge | | | | |
| Demand Charge times Daily Firm Volumes (Mcf) in Customer Agreement | | 9.9772 | | 9.9772 |
| RATE SCHEDULE IUS - INTRASTATE UTILITY SERVICE | | | | |
| Customer Charge per billing period | 1,135.00 | | | 1,135.00 |
| SMRP Rider per Mcf ^a | 0.0447 | | | 0.0447 |
| Delivery Charge per Mcf for all volumes delivered | 1.1817 | 1.5876 | 1.3614 | 4.1307 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULE SS - STANDBY SERVICE | | | | |
| Standby Service Demand Charge per Mcf | | | | |
| Demand Charge times Daily Firm Volumes (Mcf) in Customer Service Agreement | | 9.9772 | | 9.9772 |
| Standby Service Commodity Charge per Mcf | | | 1.3614 | 1.3614 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| RATE SCHEDULE DS - DELIVERY SERVICE | | | | |
| Customer Charge per billing period | 5,000.00 | | | 5,000.00 |
| SMRP Rider ^a - DS only - per Mcf ² | 0.0139 | | | 0.0139 |
| Customer Charge - Grandfathered Service only - per billing period | 110.00 | | | 110.00 |
| SMRP Rider - Grandfathered Service only - per Mcf ^a | 0.0732 | | | 0.0732 |
| Customer Charge - Intrastate Utility only - per billing period | 1,135.00 | | | 1,135.00 |
| SMRP Rider - Intrastate Utility only - per Mcf ^a | 0.0447 | | | 0.0447 |
| Delivery Charge per Mcf ² | | | | |
| First 30,000 Mcf per billing period | 0.8403 | | 0.8403 | 1.6806 |
| Next 70,000 Mcf per billing period | 0.5187 | | 0.5187 | 1.0374 |
| Over 100,000 Mcf per billing period | 0.2871 | | 0.2871 | 0.5742 |
| Delivery Charge - Grandfathered Service only | | | | |
| First 50 Mcf or less per billing period | 3.6525 | | 3.6525 | 7.3050 |
| Next 350 Mcf per billing period | 2.8193 | | 2.8193 | 5.6386 |
| Next 600 Mcf per billing period | 2.6798 | | 2.6798 | 5.3596 |
| Over 1,000 Mcf per billing period | 2.4377 | | 2.4377 | 4.8754 |
| Intrastate Utility Delivery Service | | | | |
| All volumes per billing period | 1.1817 | | 1.1817 | 2.3634 |
| Banking and Balancing Service per Mcf ² | | 0.0362 | | 0.0362 |
| Research & Development Rider per Mcf ² | 0.0124 | | | 0.0124 |
| RATE SCHEDULE MLDS - MAINLINE DELIVERY SERVICE | | | | |
| Customer Charge per billing period - Annual Transportation Volume up to 400,000 Mcf | 300.00 | | | 300.00 |
| Customer Charge per billing period - Annual Transportation Volume over 400,000 Mcf | 600.00 | | | 600.00 |
| Delivery Charge per Mcf | 0.0961 | | | 0.0961 |
| Research & Development Rider per Mcf | 0.0124 | | | 0.0124 |
| Banking and Balancing Service per Mcf ² | | 0.0362 | | 0.0362 |

IMPACT OF PROPOSED RATES¹

The foregoing proposed rates designed to recover Columbia's revenue deficiency reflect an increase of approximately 15.81%. The estimated amount of increase per customer class in both dollar amounts and as a percentage to which the proposed rates will apply is as follows:

| | Estimated increase in \$ | Estimated increase % |
|--------------|--------------------------|----------------------|
| Residential | \$15,350,799 | 16.02% |
| Commercial | \$7,051,022 | 15.26% |
| Industrial | \$1,366,792 | 17.68% |
| Wholesale | \$4,406 | 6.70% |
| Total | \$23,773,019 | 15.81% |

The amount of the average usage and the effect upon the average bill for each customer classification to which the proposed rates will apply is set forth below:

| Estimated Per Month | Increase | Not Including Gas Costs | Including Gas Costs |
|--|----------|-------------------------|---------------------|
| Residential - based on average usage of 5.5 Mcf | \$7.28 | 14.0% | 10.7% |
| Commercial - based on average usage of 30.4 Mcf | \$28.73 | 14.9% | 10.2% |
| Industrial - based on average usage of 337.3 Mcf | \$27.05 | 2.5% | 1.3% |
| Wholesale - based on average usage of 433.8 Mcf | \$96.36 | 6.2% | 3.4% |

In addition to the rate changes requested above, Columbia proposes changes to certain of its tariffs. These requested changes are summarized as follows:

- Delete Residential Service from the provisions of the Late Payment Penalty of its tariff.
- Modify the Customer Charge provision of Rate Schedule MLDS to segment the applicable rate into two blocks based upon the Customer's Annual Transportation Volume.
- Modify the provisions of Rate Schedule SMRP Rider to include uncollectible expense, not...

Any person may submit a timely written request to intervene to the Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request and including the status and interest of the party. If the Commission does not receive a request to intervene within thirty (30) days of the initial publication or mailing of this notice, the Commission may take final action on the application. Any comments regarding this application may be submitted through the Commission's website at <http://psc.ky.gov/> or by mail to P.O. Box 615, Frankfort, Kentucky 40602.