

COLUMBIA GAS OF KENTUCKY, INC.

July 1, 2021

GAS TARIFF
P.S.C. KY NO. 5
TWENTY FIRST REVISED SHEET NO. 58
CANCELLING PSC KY. NO. 5
TWENTIETH REVISED SHEET NO. 58

KENTUCKY PUBLIC SERVICE COMMISSION

SMRP RIDER

SAFETY MODIFICATION AND REPLACEMENT PROGRAM RIDER

APPLICABILITY

Applicable to all customers receiving service under the Company's Rate Schedules GS, IS, IUS, SVGTS, DS and SAS.

CALCULATION OF SAFETY MODIFICATION AND REPLACEMENT RIDER REVENUE REQUIREMENT

The SMRP Rider Revenue Requirement includes the following:

- a. SMRP-related Plant In-Service not included in base gas rates minus the associated SMRP-related accumulated depreciation and accumulated deferred income taxes:
- b. Retirement and removal of plant related to SMRP construction;
- c. The rate of return on the net rate base is the overall rate of return on capital authorized in the Company's latest base gas rate case, grossed up for federal and state income taxes;
- d. Depreciation expense on the SMRP = related Plant In-Service less retirement and removals;
- e. Property taxes related to the SMRP; and
- f. Reduction for savings in Account No. 887 Maintenance of Mains,

SAFETY MODIFICATION AND REPLACEMENT PROGRAM FACTORS

All customers receiving service under Rate Schedules GSR, GSO, IS, IUS, SVGTS, DS, GDS and SAS shall be assessed a monthly charge in addition to the Customer Charge component of their applicable rate schedule that will enable the Company to complete the safety modification and replacement program.

Rider SMRP will be updated annually in order to reflect the expected impact on the Company's revenue requirements of forecasted net plant additions and subsequently adjusted to true up the actual costs with the projected costs. A filing to update the projected costs for the upcoming calendar year will be submitted annually by October 15 to become effective with meter readings on and after the first billing cycle of January. The allocation of the program costs shall be based on the revenue distribution approved by the Commission. Company will submit a balancing adjustment annually by March 31 to true-up the actual costs, as offset by operations and maintenance expense reductions, during the most recent twelve months ended December with the projected program costs for the same period. The balancing adjustment true-up to the rider will become effective with meter readings on and after the first billing cycle of June.

The charges for the respective gas service schedules effective May 28, 2021 are:

Rate GSR, Rate SVGTS - Residential Service \$6.86
Rate GSO, Rate GDS, Rate SVGTS - Commercial or Industrial Service \$25.15
Rate IUS, Rate IUDS \$215.05
Rate IS, Rate DS¹¹, Rate SAS \$1,263.93
1/ - Excluding customers subject to Flex Provisions of Rate Schedule DS

DATE OF ISSUE: May 25, 2021

DATE EFFECTIVE: May 28, 2021 (Unit 1 June Billing)

ISSUED BY: /s/ Kimra H. Cole

TITLE: President & Chief Operating Officer

Issued pursuant to an Order of the Public Service Commission in Case No. 2021-00151 dated May 5, 2021.

KENTUCKY

PUBLIC SERVICE COMMISSION

Linda C. Bridwell Executive Director

EFFECTIVE

5/28/2021

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

т

| | | |