

January 22, 2007

VIA HAND DELIVERY AND ELECTRONIC MAIL

Luly E. Massaro, Commission Clerk
Rhode Island Public Utilities Commission
89 Jefferson Boulevard
Warwick, RI 02888

**RE: Docket 3766 – National Grid, Gas Cost Recovery (“GCR”)
Monthly Filing of GCR Deferred Balances**

Dear Ms. Massaro:

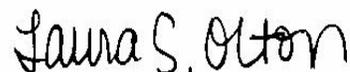
Enclosed please find an original and nine copies of National Grid’s monthly filing of gas costs and gas cost revenue collections data. Based on two months of actual data and ten months of forecasted data, the October 31, 2007 deferred gas cost balance is currently projected to be an over-collection of \$17 million (see attached Schedule 1, page 2).

This calculation is based on the November 1, 2006 starting balance of a \$20.4 million over-collection, plus actual gas costs and gas cost collections for November and December 2006, along with projected costs for January through October 2007. The projected gas costs are based on the January 9, 2007 NYMEX strip.

Details are provided on the attached schedules. Schedule 1, pages 1 and 2, summarizes the deferred gas cost activity by GCR category and by month. This schedule shows that for the month of December 2006, the Company incurred actual gas costs of \$36 million, working capital of \$153,000 and GCR revenue collections of \$28.4 million, for a net under-collection of \$7.7 million. Schedule 2 provides a breakdown of actual gas costs for November and December 2006 with projected costs for January through October 2007. Schedule 3 summarizes gas cost revenue collections. Schedule 4 presents the calculation of inventory finance charges. The calculation of working capital is presented on pages 1 and 2 of Schedule 5. Schedule 6 presents customer class specific throughput.

Thank you for your attention to this matter. If you have any questions, please do not hesitate to contact me at (401) 784-7667 or Peter Czekanski at (401) 574-2309.

Very truly yours,



Laura S. Olton

Enclosures

cc: Docket 3766 Service List

Projected Gas Costs using: 1-9-2007 NYMEX	Nov-06 30 actual	Dec-06 31 actual	Jan-07 31 forecast	Feb-07 28 forecast	Mar-07 31 forecast	Apr-07 30 forecast	May-07 31 forecast	Jun-07 30 forecast	Jul-07 31 forecast	Aug-07 31 forecast	Sep-07 30 forecast	Oct-07 31 forecast	Nov - Oct 365
I. Supply Fixed Cost Deferred													
Beginning Balance	(\$754,036)	(\$559,437)	(\$609,984)	(\$2,128,086)	(\$4,375,113)	(\$6,230,371)	(\$7,174,794)	(\$6,724,504)	(\$5,614,247)	(\$4,194,630)	(\$2,649,942)	(\$1,168,074)	
Supply Fixed Costs (net of cap rel)	\$1,839,138	\$2,370,663	\$2,173,760	\$2,170,985	\$2,173,760	\$2,172,635	\$2,173,760	\$2,172,635	\$2,173,760	\$2,173,760	\$2,172,635	\$2,138,885	\$25,906,371
Capacity Release	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Working Capital	<u>\$7,913</u>	<u>\$10,200</u>	<u>\$9,353</u>	<u>\$9,341</u>	<u>\$9,353</u>	<u>\$9,348</u>	<u>\$9,353</u>	<u>\$9,348</u>	<u>\$9,353</u>	<u>\$9,353</u>	<u>\$9,348</u>	<u>\$9,203</u>	\$111,468
Total Supply Fixed Costs	\$1,847,051	\$2,380,863	\$2,183,113	\$2,180,326	\$2,183,113	\$2,181,983	\$2,183,113	\$2,181,983	\$2,183,113	\$2,183,113	\$2,181,983	\$2,148,088	\$26,017,839
Supply Fixed - Collections	\$1,649,087	\$2,428,315	\$3,693,967	\$4,411,800	\$4,010,297	\$3,092,063	\$1,696,030	\$1,040,115	\$737,531	\$620,306	\$690,333	\$918,268	\$24,988,112
Prelim. Ending Balance	(\$556,072)	(\$606,888)	(\$2,120,838)	(\$4,359,561)	(\$6,202,297)	(\$7,140,451)	(\$6,687,712)	(\$5,582,636)	(\$4,168,666)	(\$2,631,824)	(\$1,158,292)	\$61,746	
Month's Average Balance	(\$655,054)	(\$583,163)	(\$1,365,411)	(\$3,243,823)	(\$5,288,705)	(\$6,685,411)	(\$6,931,253)	(\$6,153,570)	(\$4,891,456)	(\$3,413,227)	(\$1,904,117)	(\$553,164)	
Interest Rate (Bank of America Prime)	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%
Interest Applied	(\$3,365)	(\$3,096)	(\$7,248)	(\$15,553)	(\$28,074)	(\$34,343)	(\$36,793)	(\$31,611)	(\$25,965)	(\$18,118)	(\$9,781)	(\$2,936)	(\$216,882)
Asset Management Incentive													
Supply Fixed Ending Balance	(\$559,437)	(\$609,984)	(\$2,128,086)	(\$4,375,113)	(\$6,230,371)	(\$7,174,794)	(\$6,724,504)	(\$5,614,247)	(\$4,194,630)	(\$2,649,942)	(\$1,168,074)	\$58,810	
II. Storage Fixed Cost Deferred													
Beginning Balance	(\$276,493)	(\$84,031)	(\$236,031)	(\$768,216)	(\$1,576,433)	(\$2,237,550)	(\$2,574,642)	(\$2,389,444)	(\$1,952,070)	(\$1,398,313)	(\$796,288)	(\$217,002)	
Storage Fixed Costs	\$824,149	\$778,602	\$888,723	\$888,723	\$888,723	\$865,383	\$858,037	\$858,037	\$858,037	\$858,037	\$858,037	\$858,037	\$10,282,523
LNG Demand to DAC	(\$54,869)	(\$57,790)	(\$56,282)	(\$56,282)	(\$56,282)	(\$56,282)	(\$56,282)	(\$56,282)	(\$56,282)	(\$56,282)	(\$56,282)	(\$56,282)	(\$675,477)
Supply Related LNG O & M	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$518,894
Working Capital	<u>\$3,496</u>	<u>\$3,288</u>	<u>\$3,768</u>	<u>\$3,768</u>	<u>\$3,768</u>	<u>\$3,667</u>	<u>\$3,636</u>	<u>\$3,636</u>	<u>\$3,636</u>	<u>\$3,636</u>	<u>\$3,636</u>	<u>\$3,636</u>	<u>\$43,569</u>
Total Storage Fixed Costs	\$816,018	\$767,340	\$879,450	\$879,450	\$879,450	\$856,010	\$848,632	\$848,632	\$848,632	\$848,632	\$848,632	\$848,632	\$10,169,510
TSS Peaking	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Storage Fixed - Collections	\$622,632	\$918,493	\$1,408,977	\$1,682,059	\$1,530,471	\$1,180,774	\$650,294	\$400,135	\$286,006	\$240,798	\$266,750	\$354,371	\$9,541,760
Prelim. Ending Balance	(\$83,107)	(\$235,183)	(\$765,558)	(\$1,570,825)	(\$2,227,454)	(\$2,562,314)	(\$2,376,304)	(\$1,940,947)	(\$1,389,444)	(\$790,479)	(\$214,406)	\$277,259	
Month's Average Balance	(\$179,800)	(\$159,607)	(\$500,794)	(\$1,169,521)	(\$1,901,943)	(\$2,399,932)	(\$2,475,473)	(\$2,165,196)	(\$1,670,757)	(\$1,094,396)	(\$505,347)	\$30,129	
Interest Rate (Bank of America Prime)	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%
Interest Applied	(\$924)	(\$847)	(\$2,658)	(\$5,607)	(\$10,096)	(\$12,328)	(\$13,140)	(\$11,123)	(\$8,869)	(\$5,809)	(\$2,596)	\$160	(\$73,838)
Storage Fixed Ending Balance	(\$84,031)	(\$236,031)	(\$768,216)	(\$1,576,433)	(\$2,237,550)	(\$2,574,642)	(\$2,389,444)	(\$1,952,070)	(\$1,398,313)	(\$796,288)	(\$217,002)	\$277,419	
III. Variable Supply Cost Deferred													
Beginning Balance	(\$15,287,962)	(\$10,120,067)	(\$2,904,538)	\$1,390,523	(\$4,773,671)	(\$6,324,737)	(\$16,643,743)	(\$21,088,757)	(\$23,189,327)	(\$23,585,875)	(\$22,632,573)	(\$21,689,427)	
Variable Supply Costs	\$20,222,094	\$29,222,584	\$36,173,449	\$31,702,296	\$32,609,089	\$16,149,260	\$10,216,912	\$7,039,097	\$6,187,368	\$6,543,569	\$7,119,881	\$13,242,036	\$216,427,635
Variable Delivery Storage	(\$8,728)	(\$22,310)	(\$86,054)	(\$71,069)	(\$22,908)	(\$5,766)	\$0	\$0	\$0	\$0	\$0	\$0	(\$216,835)
Variable Injections Storage	(\$2,307)	(\$875)	\$0	\$0	\$0	(\$10,832)	(\$11,198)	(\$10,837)	(\$11,198)	(\$11,198)	(\$10,841)	(\$11,198)	(\$80,483)
Fuel Cost Allocated to Storage	(\$46,256)	(\$159,983)	(\$493,155)	(\$393,112)	(\$106,206)	(\$106,460)	(\$78,112)	(\$78,571)	(\$80,561)	(\$82,254)	(\$79,415)	(\$80,829)	(\$1,784,914)
Working Capital	<u>\$86,764</u>	<u>\$124,949</u>	<u>\$153,153</u>	<u>\$134,409</u>	<u>\$139,753</u>	<u>\$68,957</u>	<u>\$43,576</u>	<u>\$29,903</u>	<u>\$26,228</u>	<u>\$27,753</u>	<u>\$30,247</u>	<u>\$56,581</u>	\$922,272
Total Supply Variable Costs	\$20,251,566	\$29,164,365	\$35,747,393	\$31,372,524	\$32,619,729	\$16,095,158	\$10,171,179	\$6,979,592	\$6,121,837	\$6,477,871	\$7,059,872	\$13,206,590	\$215,267,675
Supply Variable - Collections	\$15,018,578	\$22,031,121	\$31,448,324	\$37,528,628	\$34,141,416	\$26,355,320	\$14,516,312	\$8,966,725	\$6,394,567	\$5,402,225	\$6,003,177	\$7,936,285	\$215,742,678
Deferred Responsibility	\$0	(\$116,762)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Prelim. Ending Balance	(\$10,054,974)	(\$2,870,061)	\$1,394,531	(\$4,765,581)	(\$6,295,359)	(\$16,584,899)	(\$20,988,876)	(\$23,075,890)	(\$23,462,057)	(\$22,510,228)	(\$21,575,878)	(\$16,419,122)	
Month's Average Balance	(\$12,671,468)	(\$6,495,064)	(\$755,004)	(\$1,687,529)	(\$5,534,515)	(\$11,454,818)	(\$18,816,309)	(\$22,082,324)	(\$23,325,692)	(\$23,048,051)	(\$22,104,225)	(\$19,054,274)	
Interest Rate (Bank of America Prime)	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%
Interest Applied	(\$65,093)	(\$34,477)	(\$4,008)	(\$8,091)	(\$29,378)	(\$58,843)	(\$99,881)	(\$113,437)	(\$123,818)	(\$122,344)	(\$113,549)	(\$101,144)	(\$874,064)
Gas Procurement Incentive/(penalty)													
Supply Variable Ending Balance	(\$10,120,067)	(\$2,904,538)	\$1,390,523	(\$4,773,671)	(\$6,324,737)	(\$16,643,743)	(\$21,088,757)	(\$23,189,327)	(\$23,585,875)	(\$22,632,573)	(\$21,689,427)	(\$16,520,266)	

Projected Gas Costs using:	Nov-06	Dec-06	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov - Oct
1-9-2007 NYMEX	30	31	31	28	31	30	31	30	31	31	30	31	365
	actual	actual	forecast										

Iva. Storage Variable Product Cost Deferred

Beginning Balance	(\$3,434,487)	(\$3,943,010)	(\$3,425,236)	\$3,662,609	\$7,117,079	\$5,328,398	\$2,848,982	\$1,313,367	\$559,437	\$197,467	\$14,663	(\$209,159)	
Storage Variable Prod. Costs - LNG	\$159,553	\$206,217	\$1,472,225	\$574,307	\$187,398	\$174,554	\$180,324	\$171,698	\$176,592	\$176,496	\$170,753	\$176,427	\$3,826,543
Storage Variable Prod. Costs - LP	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Storage Variable Prod. Costs - UG	\$890,050	\$2,794,802	\$9,811,478	\$7,777,376	\$2,430,388	\$691,705	\$0	\$0	\$0	\$0	\$0	\$0	\$24,395,798
Supply Related LNG to DAC	(\$32,533)	(\$42,048)	(\$300,187)	(\$117,101)	(\$38,210)	(\$35,592)	(\$36,768)	(\$35,009)	(\$36,007)	(\$35,987)	(\$34,817)	(\$35,973)	(\$780,232)
Supply Related LNG O & M	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$30,455	\$365,465
Inventory Financing - LNG	\$58,212	\$57,358	\$48,721	\$46,159	\$45,688	\$44,472	\$55,772	\$61,300	\$61,267	\$61,249	\$61,243	\$61,258	\$662,700
Inventory Financing - UG	\$317,531	\$292,132	\$191,523	\$111,749	\$86,986	\$121,699	\$166,472	\$211,490	\$257,414	\$305,033	\$350,266	\$395,146	\$2,807,440
Inventory Financing - LP	\$3,149	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$37,746
Working Capital	\$4,507	\$12,863	\$47,390	\$35,562	\$11,230	\$3,705	\$749	\$719	\$736	\$736	\$716	\$735	\$119,649
Total Storage Variable Product Costs	\$1,430,924	\$3,354,924	\$11,304,751	\$8,461,653	\$2,757,079	\$1,034,145	\$400,149	\$443,800	\$493,602	\$541,126	\$581,762	\$631,194	\$31,435,109
Storage Variable Product Collections	\$1,920,547	\$2,817,646	\$4,217,534	\$5,032,963	\$4,578,704	\$3,534,511	\$1,946,782	\$1,202,527	\$857,575	\$724,492	\$805,086	\$1,064,335	\$28,702,702
Prelim. Ending Balance	(\$3,924,109)	(\$3,405,732)	\$3,661,981	\$7,091,299	\$5,295,454	\$2,828,032	\$1,302,349	\$554,639	\$195,464	\$14,102	(\$208,660)	(\$642,299)	
Month's Average Balance	(\$3,679,298)	(\$3,674,371)	\$118,372	\$5,376,954	\$6,206,266	\$4,078,215	\$2,075,665	\$934,003	\$377,450	\$105,785	(\$96,998)	(\$425,729)	
Interest Rate (Bank of America Prime)	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	
Interest Applied	(\$18,901)	(\$19,504)	\$628	\$25,780	\$32,944	\$20,950	\$11,018	\$4,798	\$2,004	\$562	(\$498)	(\$2,260)	\$57,520
Storage Variable Product Ending Bal.	(\$3,943,010)	(\$3,425,236)	\$3,662,609	\$7,117,079	\$5,328,398	\$2,848,982	\$1,313,367	\$559,437	\$197,467	\$14,663	(\$209,159)	(\$644,559)	

Ivb. Stor Var Non-Prod Cost Deferred

Beginning Balance	(\$611,753)	(\$789,540)	(\$789,034)	(\$84,626)	\$304,285	\$67,953	(\$152,981)	(\$276,311)	(\$319,385)	(\$323,373)	(\$311,062)	(\$310,343)	
Storage Variable Non-prod. Costs	\$0	\$160,662	\$579,029	\$464,724	\$128,359	\$38,578	\$0	\$0	\$0	\$0	\$0	\$0	\$1,371,352
Variable Delivery Storage Costs	\$8,728	\$22,310	\$86,054	\$71,069	\$22,908	\$5,766	\$0	\$0	\$0	\$0	\$0	\$0	\$216,835
Variable Injection Storage Costs	\$2,307	\$875	\$0	\$0	\$0	\$10,832	\$11,198	\$10,837	\$11,198	\$11,198	\$10,841	\$11,198	\$80,483
Fuel Costs Allocated to Storage	\$46,256	\$159,983	\$493,155	\$393,112	\$106,206	\$106,460	\$78,112	\$78,571	\$80,561	\$82,254	\$79,415	\$80,829	\$1,784,914
Working Capital	\$247	\$1,479	\$4,984	\$3,997	\$1,108	\$695	\$384	\$385	\$395	\$402	\$388	\$396	\$14,860
Total Storage Var Non-product Costs	\$57,538	\$345,310	\$1,163,221	\$932,902	\$258,580	\$162,332	\$89,695	\$89,792	\$92,154	\$93,853	\$90,644	\$92,423	\$3,468,443
Storage Var Non-Product Collections	\$231,735	\$340,625	\$456,501	\$544,516	\$495,897	\$383,049	\$211,888	\$131,340	\$94,440	\$79,863	\$88,332	\$116,623	\$3,174,809
Prelim. Ending Balance	(\$785,950)	(\$784,855)	(\$82,314)	\$303,760	\$66,968	(\$152,764)	(\$275,175)	(\$317,859)	(\$321,672)	(\$309,383)	(\$308,751)	(\$334,543)	
Month's Average Balance	(\$698,851)	(\$787,198)	(\$435,674)	\$109,567	\$185,627	(\$42,405)	(\$214,078)	(\$297,085)	(\$320,529)	(\$316,378)	(\$309,906)	(\$322,443)	
Interest Rate (Bank of America Prime)	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	
Interest Applied	(\$3,590)	(\$4,179)	(\$2,313)	\$525	\$985	(\$218)	(\$1,136)	(\$1,526)	(\$1,701)	(\$1,679)	(\$1,592)	(\$1,712)	(\$18,135)
Storage Var Non-Product Ending Bal.	(\$789,540)	(\$789,034)	(\$84,626)	\$304,285	\$67,953	(\$152,981)	(\$276,311)	(\$319,385)	(\$323,373)	(\$311,062)	(\$310,343)	(\$336,254)	

GCR Deferred Summary

Beginning Balance	(\$20,364,731)	(\$15,496,084)	(\$7,848,061)	\$2,188,966	(\$3,187,091)	(\$9,279,544)	(\$23,580,417)	(\$29,048,888)	(\$30,398,830)	(\$29,187,961)	(\$26,258,439)	(\$23,477,241)	
Gas Costs	\$24,300,171	\$35,976,785	\$51,059,280	\$43,639,777	\$38,532,738	\$20,243,254	\$13,635,068	\$10,499,808	\$9,698,990	\$10,102,716	\$10,718,558	\$16,856,375	\$285,263,521
Working Capital	\$102,927	\$152,779	\$218,647	\$187,078	\$165,212	\$86,373	\$57,698	\$43,991	\$40,347	\$41,880	\$44,335	\$70,551	\$1,211,818
Total Costs	\$24,403,098	\$36,129,564	\$51,277,928	\$43,826,855	\$38,697,950	\$20,329,627	\$13,692,767	\$10,543,798	\$9,739,337	\$10,144,596	\$10,762,893	\$16,926,927	\$286,475,339
Collections	\$19,442,579	\$28,419,438	\$41,225,303	\$49,199,966	\$44,756,785	\$34,545,717	\$19,021,306	\$11,740,842	\$8,370,119	\$7,067,684	\$7,853,678	\$10,389,882	\$282,033,299
Prelim. Ending Balance	(\$15,404,212)	(\$7,785,958)	\$2,204,564	(\$3,184,146)	(\$9,245,926)	(\$23,495,634)	(\$28,908,956)	(\$30,245,932)	(\$29,029,612)	(\$26,111,050)	(\$23,349,225)	(\$16,940,197)	
Month's Average Balance	(\$17,884,471)	(\$11,641,021)	(\$2,821,749)	(\$497,590)	(\$6,216,509)	(\$16,387,589)	(\$26,244,686)	(\$29,647,410)	(\$29,714,221)	(\$27,649,505)	(\$24,803,832)	(\$20,208,719)	
Interest Rate (Bank of America Prime)	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	
Interest Applied	(\$91,872)	(\$62,103)	(\$15,598)	(\$2,946)	(\$33,618)	(\$84,783)	(\$139,932)	(\$152,898)	(\$158,349)	(\$147,389)	(\$128,017)	(\$107,892)	(\$1,125,398)
Gas Purchase Plan Incentives/(Penalties)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Ending Bal. W/ Interest	(\$15,496,084)	(\$7,848,061)	\$2,188,966	(\$3,187,091)	(\$9,279,544)	(\$23,580,417)	(\$29,048,888)	(\$30,398,830)	(\$29,187,961)	(\$26,258,439)	(\$23,477,241)	(\$17,048,089)	

Under/(Over)-collection	\$4,960,519	\$7,710,126	\$10,052,625	(\$5,373,111)	(\$6,058,835)	(\$14,216,090)	(\$5,328,539)	(\$1,197,044)	\$1,369,218	\$3,076,912	\$2,909,215	\$6,537,045	
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	Nov-06 Actual	Dec-06 Actual	Jan-07 Forecast	Feb-07 Forecast	Mar-07 Forecast	Apr-07 Forecast	May-07 Forecast	Jun-07 Forecast	Jul-07 Forecast	Aug-07 Forecast	Sep-07 Forecast	Oct-07 Forecast	Nov-Oct
SUPPLY FIXED COSTS - Pipeline Delivery													
Conoco	\$2,049,724	\$2,233,428	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Algonquin	(\$37,732)	\$31,618	\$657,917	\$657,917	\$657,917	\$657,917	\$657,917	\$657,917	\$657,917	\$657,917	\$657,917	\$657,917	\$6,573,058
Texas Eastern			\$212,548	\$212,548	\$212,548	\$212,548	\$212,548	\$212,548	\$212,548	\$212,548	\$212,548	\$212,548	\$2,125,481
TETCO			\$516,874	\$516,874	\$516,874	\$516,874	\$516,874	\$516,874	\$516,874	\$516,874	\$516,874	\$516,874	\$5,168,736
Tennessee			\$510,668	\$510,668	\$510,668	\$510,668	\$510,668	\$510,668	\$510,668	\$510,668	\$510,668	\$510,668	\$5,106,676
NETNE			\$10,610	\$10,610	\$10,610	\$10,610	\$10,610	\$10,610	\$10,610	\$10,610	\$10,610	\$10,610	\$106,100
IROQUOIS			\$7,042	\$7,042	\$7,042	\$7,042	\$7,042	\$7,042	\$7,042	\$7,042	\$7,042	\$7,042	\$70,421
Dominion			\$2,346	\$2,346	\$2,346	\$2,346	\$2,346	\$2,346	\$2,346	\$2,346	\$2,346	\$2,346	\$23,462
Transco			\$5,290	\$5,290	\$5,290	\$5,290	\$5,290	\$5,290	\$5,290	\$5,290	\$5,290	\$5,290	\$52,897
National Fuel			\$4,187	\$4,187	\$4,187	\$4,187	\$4,187	\$4,187	\$4,187	\$4,187	\$4,187	\$4,187	\$41,866
Columbia			\$281,930	\$281,930	\$281,930	\$281,930	\$281,930	\$281,930	\$281,930	\$281,930	\$281,930	\$281,930	\$2,819,302
HUBLINE			\$74,215	\$74,215	\$74,215	\$74,215	\$74,215	\$74,215	\$74,215	\$74,215	\$74,215	\$74,215	\$742,152
WESTERLY LATERAL	\$63,387	\$63,438	\$62,500	\$62,500	\$62,500	\$62,500	\$62,500	\$62,500	\$62,500	\$62,500	\$62,500	\$62,500	\$751,825
Less Credits from Mkter Releases	\$565,648	\$295,028	\$509,242	\$509,242	\$509,242	\$509,242	\$509,242	\$509,242	\$509,242	\$509,242	\$509,242	\$509,242	\$5,953,096
TOTAL SUPPLY FIXED COSTS - Pipeline	\$1,509,731	\$2,033,456	\$1,836,885	\$17,628,880									
Supply Fixed - Supplier													
Total	\$329,407	\$337,207	\$336,875	\$334,100	\$336,875	\$335,750	\$336,875	\$335,750	\$336,875	\$336,875	\$335,750	\$302,000	\$3,994,339
Total Supply Fixed (Pipeline & Supplier)	\$1,839,138	\$2,370,663	\$2,173,760	\$2,170,985	\$2,173,760	\$2,172,635	\$2,173,760	\$2,172,635	\$2,173,760	\$2,173,760	\$2,172,635	\$2,138,885	\$25,906,371
STORAGE FIXED COSTS - Facilities													
CONOCO	\$219,139	\$218,795	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
TEXAS EASTERN SS-1			\$93,825	\$93,825	\$93,825	\$93,825	\$93,825	\$93,825	\$93,825	\$93,825	\$93,825	\$93,825	\$938,250
TEXAS EASTERN FSS-1			\$1,455	\$1,455	\$1,455	\$1,455	\$1,455	\$1,455	\$1,455	\$1,455	\$1,455	\$1,455	\$14,552
DOMINION			\$83,289	\$83,289	\$83,289	\$83,289	\$83,289	\$83,289	\$83,289	\$83,289	\$83,289	\$83,289	\$832,891
TENNESSEE			\$39,428	\$39,428	\$39,428	\$39,428	\$39,428	\$39,428	\$39,428	\$39,428	\$39,428	\$39,428	\$394,282
COLUMBIA			\$9,691	\$9,691	\$9,691	\$9,691	\$9,691	\$9,691	\$9,691	\$9,691	\$9,691	\$9,691	\$96,915
KEYSPAN TANK LEASE PAYMENTS	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$157,500	\$1,890,000
TOTAL FIXED STORAGE COSTS	\$376,639	\$376,295	\$385,189	\$4,166,890									
STORAGE FIXED COSTS - Delivery													
CONOCO	\$357,016	\$277,618											
ALGONQUIN FOR TETCO SS-1, FSS-1	(\$14,822)	(\$5,149)	\$89,113	\$89,113	\$89,113	\$89,113	\$89,113	\$89,113	\$89,113	\$89,113	\$89,113	\$89,113	\$871,155
TETCO DELIVERY FOR FSS-1	\$0	\$0	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880	\$48,805
ALGONQUIN SCT FOR SS-1, GSS	\$0	\$0	\$87,201	\$87,201	\$87,201	\$87,201	\$87,201	\$87,201	\$87,201	\$87,201	\$87,201	\$87,201	\$872,006
TENNESSEE DELIVERY FOR GSS	(\$6,280)	\$3,913	\$38,762	\$38,762	\$38,762	\$38,762	\$38,762	\$38,762	\$38,762	\$38,762	\$38,762	\$38,762	\$385,254
TENNESSEE DELIVERY FOR FSMA	\$0	\$0	\$25,062	\$25,062	\$25,062	\$25,062	\$25,062	\$25,062	\$25,062	\$25,062	\$25,062	\$25,062	\$250,620
TETCO DELIVERY FOR GSS	\$0	\$0	\$77,920	\$77,920	\$77,920	\$77,920	\$77,920	\$77,920	\$77,920	\$77,920	\$77,920	\$77,920	\$779,200
DOMINION DELIVERY FOR GSS	\$0	\$0	\$32,344	\$32,344	\$32,344	\$9,005	\$9,005	\$9,005	\$9,005	\$9,005	\$9,005	\$9,005	\$160,063
ALGONQUIN DELIVERY FOR FSS	\$0	\$0	\$15,038	\$15,038	\$15,038	\$15,038	\$15,038	\$15,038	\$15,038	\$15,038	\$15,038	\$15,038	\$150,384
COLUMBIA DELIVERY FOR FSS	\$0	\$0	\$14,687	\$14,687	\$14,687	\$14,687	\$7,341	\$7,341	\$7,341	\$7,341	\$7,341	\$7,341	\$102,793
DISTRIGAS FLS CALL PAYMENT	\$111,596	\$125,925	\$118,527	\$118,527	\$118,527	\$118,527	\$118,527	\$118,527	\$118,527	\$118,527	\$118,527	\$118,527	\$1,422,788
STORAGE DELIVERY FIXED COST \$	\$447,510	\$402,307	\$503,534	\$503,534	\$503,534	\$480,194	\$472,848	\$472,848	\$472,848	\$472,848	\$472,848	\$472,848	\$5,043,066
TOTAL STORAGE FIXED	\$824,149	\$778,602	\$888,723	\$888,723	\$888,723	\$865,383	\$858,037	\$858,037	\$858,037	\$858,037	\$858,037	\$858,037	\$9,209,955
TOTAL FIXED COSTS	\$2,663,287	\$3,149,265	\$3,062,482	\$3,059,707	\$3,062,482	\$3,038,018	\$3,031,796	\$3,030,671	\$3,031,796	\$3,031,796	\$3,030,671	\$2,996,921	\$30,833,175

	Nov-06 Actual	Dec-06 Actual	Jan-07 Forecast	Feb-07 Forecast	Mar-07 Forecast	Apr-07 Forecast	May-07 Forecast	Jun-07 Forecast	Jul-07 Forecast	Aug-07 Forecast	Sep-07 Forecast	Oct-07 Forecast	Nov-Oct
VARIABLE SUPPLY COSTS													
Tennessee			\$10,406,303	\$9,159,965	\$9,395,659	\$4,331,366	\$3,807,369	\$3,780,856	\$3,806,309	\$3,289,232	\$3,764,918	\$4,094,903	\$55,836,881
TETCO			\$11,580,375	\$10,174,921	\$11,683,652	\$4,926,470	\$5,353,931	\$2,508,840	\$2,113,623	\$2,704,810	\$2,811,134	\$5,534,969	\$59,392,725
Hubline			\$622,480	\$342,627	\$0	\$1,063,006	\$526,501	\$222,319	\$0	\$0	\$0	\$0	\$2,776,933
M3 Delivered	\$282,602	\$68,501	\$149,383	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$500,486
Maumees Supplemental			\$9,704,498	\$8,539,654	\$7,651,182	\$5,278,702	\$0	\$0	\$0	\$0	\$0	\$2,417,433	\$33,591,469
Broadrun Col			\$1,604,671	\$1,414,132	\$1,628,257	\$0	\$0	\$0	\$0	\$0	\$0	\$672,315	\$5,319,375
Columbia AGT			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Dominion			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Transco			\$65,343	\$66,598	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$131,942
ANE	\$313,825	\$323,950	\$321,564	\$292,806	\$326,400	\$255,604	\$261,327	\$260,355	\$267,437	\$273,357	\$268,622	\$281,099	\$3,446,345
Niagara			\$326,586	\$297,546	\$331,707	\$261,365	\$267,785	\$266,726	\$0	\$276,171	\$275,206	\$241,317	\$2,544,409
Tetco to B&W			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
DIST FCS			\$1,392,246	\$1,414,047	\$1,592,231	\$32,745	\$0	\$0	\$0	\$0	\$0	\$0	\$4,431,270
Suppliers	\$20,101,888	\$29,701,037											
Total Pipeline Commodity Charges	\$20,698,315	\$30,093,488	\$36,173,449	\$31,702,296	\$32,609,089	\$16,149,260	\$10,216,912	\$7,039,097	\$6,187,368	\$6,543,569	\$7,119,881	\$13,242,036	\$167,971,835
TOTAL VARIABLE SUPPLY COSTS	\$20,698,315	\$30,093,488	\$36,173,449	\$31,702,296	\$32,609,089	\$16,149,260	\$10,216,912	\$7,039,097	\$6,187,368	\$6,543,569	\$7,119,881	\$13,242,036	\$217,774,760
VARIABLE STORAGE COSTS													
Underground Storage	\$890,050	\$2,955,464	\$10,390,507	\$8,242,100	\$2,558,746	\$730,283	\$0	\$0	\$0	\$0	\$0	\$0	\$25,767,150
LNG Withdrawals/Westerly Trucking	\$159,553	\$206,217	\$1,472,225	\$574,307	\$187,398	\$174,554	\$180,324	\$171,698	\$176,592	\$176,496	\$170,753	\$176,427	\$3,826,543
LP	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL VARIABLE STORAGE COSTS	\$1,049,603	\$3,161,681	\$11,862,731	\$8,816,407	\$2,746,144	\$904,837	\$180,324	\$171,698	\$176,592	\$176,496	\$170,753	\$176,427	\$29,593,693
TOTAL VARIABLE COSTS	\$21,747,918	\$33,255,169	\$48,036,181	\$40,518,703	\$35,355,233	\$17,054,097	\$10,397,236	\$7,210,795	\$6,363,960	\$6,720,065	\$7,290,634	\$13,418,463	\$247,368,454
TOTAL SUPPLY COSTS	\$24,411,205	\$36,404,434	\$51,098,663	\$43,578,410	\$38,417,715	\$20,092,115	\$13,429,032	\$10,241,466	\$9,395,756	\$9,751,861	\$10,321,305	\$16,415,384	\$278,201,628
TOTAL CAPACITY RELEASE CREDITS	\$0	\$0	\$0	\$0	\$0	\$0							
TOTAL SUPPLY COSTS AFTER CREDITS	\$24,411,205	\$36,404,434	\$51,098,663	\$43,578,410	\$38,417,715	\$20,092,115	\$13,429,032	\$10,241,466	\$9,395,756	\$9,751,861	\$10,321,305	\$16,415,384	\$278,201,628
Storage Costs for FT-2 Calculation													
Storage Fixed Costs - Facilities	\$376,639	\$376,295	\$385,189	\$385,189	\$385,189	\$385,189	\$385,189	\$385,189	\$385,189	\$385,189	\$385,189	\$385,189	\$4,604,824
Storage Fixed Costs - Deliveries	\$447,510	\$402,307	\$503,534	\$503,534	\$503,534	\$480,194	\$472,848	\$472,848	\$472,848	\$472,848	\$472,848	\$472,848	\$5,677,700
Variable Delivery Costs	\$8,728	\$22,310	\$86,054	\$71,069	\$22,908	\$5,766	\$0	\$0	\$0	\$0	\$0	\$0	\$216,835
Variable Injection Costs	\$2,307	\$875	\$0	\$0	\$0	\$10,832	\$11,198	\$10,837	\$11,198	\$11,198	\$10,841	\$11,198	\$80,483
Fuel Costs Allocated to Storage	<u>\$46,256</u>	<u>\$159,983</u>	<u>\$493,155</u>	<u>\$393,112</u>	<u>\$106,206</u>	<u>\$106,460</u>	<u>\$78,112</u>	<u>\$78,571</u>	<u>\$80,561</u>	<u>\$82,254</u>	<u>\$79,415</u>	<u>\$80,829</u>	<u>\$1,784,914</u>
Total Storage Costs	\$881,441	\$961,770	\$1,467,931	\$1,352,904	\$1,017,836	\$988,442	\$947,347	\$947,444	\$949,796	\$951,488	\$948,292	\$950,064	\$12,364,755
Pipeline Variable	\$20,698,315	\$30,093,488	\$36,173,449	\$31,702,296	\$32,609,089	\$16,149,260	\$10,216,912	\$7,039,097	\$6,187,368	\$6,543,569	\$7,119,881	\$13,242,036	
Less Non-firm Gas Costs	\$737,349	\$934,307											
Less Company Use	\$66,607	\$91,706											
Less Manchester St Balancing	\$9,737	\$3,537											
Plus Cashout													
Less Mkter Over-takes	\$13,219	\$62,626											
Less Mkter W/drawals													
Plus Mkter Undertakes	\$23,764	-\$2,096											
Plus Mkter Injections	\$80,038	\$125,681											
Storage Service Charge													
Plus Pipeline Srchg/Credit	\$246,889	\$97,687											
TOTAL FIRM COMMODITY COSTS	\$20,222,094	\$29,222,584	\$36,173,449	\$31,702,296	\$32,609,089	\$16,149,260	\$10,216,912	\$7,039,097	\$6,187,368	\$6,543,569	\$7,119,881	\$13,242,036	\$216,427,635

	Nov-06 actual	Dec-06 actual	Jan-07 fcst	Feb-07 fcst	Mar-07 fcst	Apr-07 fcst	May-07 fcst	Jun-07 fcst	Jul-07 fcst	Aug-07 fcst	Sep-07 fcst	Oct-07 fcst	Total Nov-Oct
<u>I. Supply Fixed Cost Collections --</u>													
(a) Resid. & Small C & I dth	1,290,484	1,998,040	2,970,744	3,538,113	3,193,281	2,491,760	1,338,387	812,950	567,738	470,765	519,980	682,743	19,874,986
Supply Fixed Cost Factor	\$0.9776	\$0.9336	\$0.9780	\$0.9780	\$0.9780	\$0.9780	\$0.9780	\$0.9780	\$0.9780	\$0.9780	\$0.9780	\$0.9780	\$0.9780
Res & Small C & I collections	\$1,261,628	\$1,865,314	\$2,905,388	\$3,460,275	\$3,123,029	\$2,436,941	\$1,308,942	\$795,065	\$555,248	\$460,408	\$508,541	\$667,722	\$19,348,501
(b) C & I Medium dth	259,918	383,505	540,552	648,591	600,561	456,693	265,927	170,842	129,590	112,818	127,265	160,683	3,856,944
Supply Fixed Cost Factor	\$0.9375	\$0.9004	\$0.9363	\$0.9363	\$0.9363	\$0.9363	\$0.9363	\$0.9363	\$0.9363	\$0.9363	\$0.9363	\$0.9363	\$0.9363
C & I Medium collections	\$243,669	\$345,297	\$506,119	\$607,276	\$562,305	\$427,601	\$248,987	\$159,959	\$121,335	\$105,632	\$119,158	\$150,447	\$3,597,785
(c) C & I Large LLF dth	89,406	156,155	201,460	256,341	237,312	162,045	90,849	44,617	26,097	20,240	25,111	52,822	1,362,455
Supply Fixed Cost Factor	\$1.0137	\$0.9871	\$1.0361	\$1.0361	\$1.0361	\$1.0361	\$1.0361	\$1.0361	\$1.0361	\$1.0361	\$1.0361	\$1.0361	\$1.0361
C & I Large LLF collections	\$90,630	\$154,146	\$208,733	\$265,595	\$245,879	\$167,895	\$94,128	\$46,228	\$27,039	\$20,971	\$26,018	\$54,729	\$1,401,991
(d) C & I Large HLF dth	35,498	38,981	41,820	43,055	47,676	41,944	31,696	30,128	24,271	22,591	23,825	25,411	406,897
Supply Fixed Cost Factor	\$0.7105	\$0.6758	\$0.7050	\$0.7050	\$0.7050	\$0.7050	\$0.7050	\$0.7050	\$0.7050	\$0.7050	\$0.7050	\$0.7050	\$0.7050
C & I Large HLF collections	\$25,220	\$26,344	\$29,483	\$30,354	\$33,611	\$29,571	\$22,346	\$21,240	\$17,111	\$15,927	\$16,797	\$17,915	\$285,919
(e) C & I Extra Large LLF dth	8,767	15,068	25,211	27,119	24,978	12,165	5,215	1,708	1,070	1,026	2,597	8,625	133,549
Supply Fixed Cost Factor	\$0.9602	\$0.9352	\$0.9865	\$0.9865	\$0.9865	\$0.9865	\$0.9865	\$0.9865	\$0.9865	\$0.9865	\$0.9865	\$0.9865	\$0.9865
C & I XL LLF collections	\$8,418	\$14,092	\$24,871	\$26,753	\$24,641	\$12,001	\$5,144	\$1,685	\$1,056	\$1,012	\$2,562	\$8,509	\$130,744
(f) C & I Extra Large HLF dth	33,471	40,865	32,500	36,146	34,947	30,287	27,651	26,736	26,408	27,438	28,950	31,784	377,183
Supply Fixed Cost Factor	\$0.5833	\$0.5658	\$0.5961	\$0.5961	\$0.5961	\$0.5961	\$0.5961	\$0.5961	\$0.5961	\$0.5961	\$0.5961	\$0.5961	\$0.5961
C & I XL HLF collections	\$19,522	\$23,122	\$19,373	\$21,547	\$20,832	\$18,054	\$16,483	\$15,938	\$15,742	\$16,356	\$17,257	\$18,946	\$223,172
sub-total Dth	1,717,544	2,632,614	3,812,288	4,549,366	4,138,755	3,194,894	1,759,724	1,086,981	775,174	654,879	727,728	962,067	26,012,014
sub-total Supply Fixed Collections	\$1,649,087	\$2,428,315	\$3,693,967	\$4,411,800	\$4,010,297	\$3,092,063	\$1,696,030	\$1,040,115	\$737,531	\$620,306	\$690,333	\$918,268	\$24,988,112
<u>II. Storage Fixed Cost Collections --</u>													
(a) Resid. & Small C & I dth	1,290,484	1,998,040	2,970,744	3,538,113	3,193,281	2,491,760	1,338,387	812,950	567,738	470,765	519,980	682,743	19,874,986
Storage Fixed Cost Factor	\$0.3598	\$0.3436	\$0.3652	\$0.3652	\$0.3652	\$0.3652	\$0.3652	\$0.3652	\$0.3652	\$0.3652	\$0.3652	\$0.3652	\$0.3652
Res & Small C & I collections	\$464,291	\$686,454	\$1,084,916	\$1,292,119	\$1,166,186	\$909,991	\$488,779	\$296,889	\$207,338	\$171,923	\$189,897	\$249,338	\$7,208,121
(b) C & I Medium dth	259,918	383,505	540,552	648,591	600,561	456,693	265,927	170,842	129,590	112,818	127,265	160,683	3,856,944
Storage Fixed Cost Factor	\$0.3414	\$0.3279	\$0.3456	\$0.3456	\$0.3456	\$0.3456	\$0.3456	\$0.3456	\$0.3456	\$0.3456	\$0.3456	\$0.3456	\$0.3456
C & I Medium collections	\$88,728	\$125,733	\$186,815	\$224,153	\$207,554	\$157,833	\$91,904	\$59,043	\$44,786	\$38,990	\$43,983	\$55,532	\$1,325,054
(c) C & I Large LLF dth	89,406	156,155	201,460	256,341	237,312	162,045	90,849	44,617	26,097	20,240	25,111	52,822	1,362,455
Storage Fixed Cost Factor	\$0.3736	\$0.3638	\$0.3878	\$0.3878	\$0.3878	\$0.3878	\$0.3878	\$0.3878	\$0.3878	\$0.3878	\$0.3878	\$0.3878	\$0.3878
C & I Large LLF collections	\$33,398	\$56,803	\$78,126	\$99,409	\$92,029	\$62,841	\$35,231	\$17,302	\$10,120	\$7,849	\$9,738	\$20,484	\$523,330
(d) C & I Large HLF dth	35,498	38,981	41,820	43,055	47,676	41,944	31,696	30,128	24,271	22,591	23,825	25,411	406,897
Storage Fixed Cost Factor	\$0.2589	\$0.2463	\$0.2582	\$0.2582	\$0.2582	\$0.2582	\$0.2582	\$0.2582	\$0.2582	\$0.2582	\$0.2582	\$0.2582	\$0.2582
C & I Large HLF collections	\$9,192	\$9,601	\$10,798	\$11,117	\$12,310	\$10,830	\$8,184	\$7,779	\$6,267	\$5,833	\$6,152	\$6,561	\$104,624
(e) C & I XL LLF dth	8,767	15,068	25,211	27,119	24,978	12,165	5,215	1,708	1,070	1,026	2,597	8,625	133,549
Storage Fixed Cost Factor	\$0.3530	\$0.3438	\$0.3680	\$0.3680	\$0.3680	\$0.3680	\$0.3680	\$0.3680	\$0.3680	\$0.3680	\$0.3680	\$0.3680	\$0.3680
C & I XL LLF collections	\$3,095	\$5,181	\$9,278	\$9,980	\$9,192	\$4,477	\$1,919	\$628	\$394	\$378	\$956	\$3,174	\$48,652
(f) C & I XL HLF dth	33,471	40,865	32,500	36,146	34,947	30,287	27,651	26,736	26,408	27,438	28,950	31,784	377,183
Storage Fixed Cost Factor	\$0.2151	\$0.2087	\$0.2234	\$0.2234	\$0.2234	\$0.2234	\$0.2234	\$0.2234	\$0.2234	\$0.2234	\$0.2234	\$0.2234	\$0.2234
C & I XL HLF collections	\$7,199	\$8,527	\$7,261	\$8,075	\$7,807	\$6,766	\$6,177	\$5,973	\$5,899	\$6,130	\$6,467	\$7,100	\$83,381
(g) FT-2 dth	50,095	78,436	92,771	108,598	103,308	81,832	52,833	36,546	32,698	28,298	27,895	35,558	728,868
Storage Fixed Cost Factor	\$0.3339	\$0.3340	\$0.3426	\$0.3426	\$0.3426	\$0.3426	\$0.3426	\$0.3426	\$0.3426	\$0.3426	\$0.3426	\$0.3426	\$0.3426
FT-2 collection	\$16,729	\$26,194	\$31,783	\$37,206	\$35,393	\$28,036	\$18,100	\$12,521	\$11,202	\$9,695	\$9,557	\$12,182	\$248,598

	Nov-06 actual	Dec-06 actual	Jan-07 fcst	Feb-07 fcst	Mar-07 fcst	Apr-07 fcst	May-07 fcst	Jun-07 fcst	Jul-07 fcst	Aug-07 fcst	Sep-07 fcst	Oct-07 fcst	Total Nov-Oct
sub-total Dth	1,767,639	2,711,050	3,905,059	4,657,964	4,242,063	3,276,726	1,812,556	1,123,528	807,872	683,177	755,624	997,625	26,740,881
sub-total Storage Fixed Collections	\$622,632	\$918,493	\$1,408,977	\$1,682,059	\$1,530,471	\$1,180,774	\$650,294	\$400,135	\$286,006	\$240,798	\$266,750	\$354,371	\$9,541,760
III. Variable Supply Cost Collections --													
(a) Firm Sales dth	1,717,544	2,632,614	3,812,288	4,549,366	4,138,755	3,194,894	1,759,724	1,086,981	775,174	654,879	727,728	962,067	26,012,014
Variable Supply Cost Factor	\$8.7384	\$8.3640	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492
Variable Supply collections	\$15,008,671	\$22,019,300	\$31,448,324	\$37,528,628	\$34,141,416	\$26,355,320	\$14,516,312	\$8,966,725	\$6,394,567	\$5,402,225	\$6,003,177	\$7,936,285	\$215,720,950
(b) TSS Sales dth	1,172	5,123											
TSS Variable Supply Cost F.	\$0.0000	\$0.0000											
TSS Surcharge collections	\$0	\$0											
(c) NGV Sales dth	1,201	1,433	0	0	0	0	0	0	0	0	0	0	1,728
Variable Supply Cost Factor	\$8.2490	\$8.2491	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492	\$8.2492
Variable Supply collections	\$9,907	\$11,821	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(d) Default Sales dth	0	0											
Variable Supply Cost Factor	\$0.0000	\$0.0000											
Variable Supply collections	\$0	\$0											
TOTAL Variable Supply Collections	\$15,018,578	\$22,031,121	\$31,448,324	\$37,528,628	\$34,141,416	\$26,355,320	\$14,516,312	\$8,966,725	\$6,394,567	\$5,402,225	\$6,003,177	\$7,936,285	\$215,742,678
IVa. Storage Variable Product Cost Collections --													
(a) Firm Sales dth	1,717,544	2,632,614	3,812,288	4,549,366	4,138,755	3,194,894	1,759,724	1,086,981	775,174	654,879	727,728	962,067	26,012,014
Variable Supply Cost Factor	\$1.1182	\$1.0703	\$1.1063	\$1.1063	\$1.1063	\$1.1063	\$1.1063	\$1.1063	\$1.1063	\$1.1063	\$1.1063	\$1.1063	\$1.1063
Stor Var Product collections	\$1,920,547	\$2,817,646	\$4,217,534	\$5,032,963	\$4,578,704	\$3,534,511	\$1,946,782	\$1,202,527	\$857,575	\$724,492	\$805,086	\$1,064,335	\$28,702,702
IVb. Storage Variable Non-product Cost Collections --													
(a) Firm Sales dth	1,717,544	2,632,614	3,812,288	4,549,366	4,138,755	3,194,894	1,759,724	1,086,981	775,174	654,879	727,728	962,067	26,012,014
Variable Supply Cost Factor	\$0.1311	\$0.1255	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169
Stor Var Non-Product collec	\$225,200	\$330,393	\$445,656	\$531,821	\$483,820	\$373,483	\$205,712	\$127,068	\$90,618	\$76,555	\$85,071	\$112,466	\$3,087,863
(b) FT-2 dth	50,095	78,436	92,771	108,598	103,308	81,832	52,833	36,546	32,698	28,298	27,895	35,558	
Variable Supply Cost Factor	\$0.1305	\$0.1305	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169	\$0.1169
Stor Var Non-Product collec	\$6,535	\$10,232	\$10,845	\$12,695	\$12,077	\$9,566	\$6,176	\$4,272	\$3,822	\$3,308	\$3,261	\$4,157	\$86,946
(b) Total Firm Sales/FT-2 dth	1,767,639	2,711,050	3,905,059	4,657,964	4,242,063	3,276,726	1,812,556	1,123,528	807,872	683,177	755,624	997,625	
Stor Var Non-Product collec	\$231,735	\$340,625	\$456,501	\$544,516	\$495,897	\$383,049	\$211,888	\$131,340	\$94,440	\$79,863	\$88,332	\$116,623	\$3,174,809
Total Gas Cost Collections	\$19,442,579	\$28,536,200	\$41,225,303	\$49,199,966	\$44,756,785	\$34,545,717	\$19,021,306	\$11,740,842	\$8,370,119	\$7,067,684	\$7,853,678	\$10,389,882	\$282,150,061

National Grid
Gas Cost Recovery Filing
Gas Cost Estimate/Actual

Line No.	Description (a)	Reference (b)	Nov-06 (c)	Dec-06 (d)	Jan-07 (e)	Feb-07 (f)	Mar-07 (g)	Apr-07 (h)	May-07 (i)	Jun-07 (j)	Jul-07 (k)	Aug-07 (l)	Sep-07 (m)	Oct-07 (n)	Total (p)
1	Storage Inventory Balance		\$32,511,261	\$29,910,743	\$19,609,592	\$11,441,736	\$8,906,265	\$12,460,540	\$17,044,705	\$21,654,034	\$26,356,018	\$31,231,629	\$35,862,958	\$40,458,159	
2	Cost of Capital	Rate Case	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%
3	Return on Working Capital Requirement	(1) * (2)	\$2,951,694	\$2,715,593	\$1,780,353	\$1,038,794	\$808,599	\$1,131,291	\$1,547,487	\$1,965,968	\$2,392,860	\$2,835,516	\$3,255,994	\$3,673,192	\$26,097,342
4	Weighted Cost of Debt	Rate Case	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%
5	Interest Charges Financed	(1) * (4)	\$1,357,017	\$1,248,471	\$818,502	\$477,577	\$371,747	\$520,102	\$711,444	\$903,837	\$1,100,098	\$1,303,605	\$1,496,916	\$1,688,719	\$11,998,036
6	Taxable Income	(3) - (5)	\$1,594,677	\$1,467,122	\$961,851	\$561,217	\$436,852	\$611,189	\$836,043	\$1,062,130	\$1,292,763	\$1,531,911	\$1,759,078	\$1,984,473	
7	1 - Combined Tax Rate	Rate Case	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500
8	Return and Tax Requirement	(6) / (7)	\$2,453,350	\$2,257,111	\$1,479,770	\$863,411	\$672,080	\$940,292	\$1,286,220	\$1,634,047	\$1,988,866	\$2,356,787	\$2,706,274	\$3,053,035	\$21,691,241
9	Working Capital Requirement	(5) + (8)	\$3,810,367	\$3,505,582	\$2,298,272	\$1,340,988	\$1,043,827	\$1,460,393	\$1,997,664	\$2,537,884	\$3,088,963	\$3,660,392	\$4,203,190	\$4,741,754	\$33,689,277
10	Monthly Average	(9) / 12	\$317,531	\$292,132	\$191,523	\$111,749	\$86,986	\$121,699	\$166,472	\$211,490	\$257,414	\$305,033	\$350,266	\$395,146	\$2,807,440
11	LNG Inventory Balance		\$7,486,795	\$7,376,897	\$6,266,155	\$5,936,621	\$5,875,976	\$5,719,605	\$7,172,932	\$7,883,926	\$7,879,640	\$7,877,375	\$7,876,578	\$7,878,553	
12	Cost of Capital	Rate Case	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%
13	Return on Working Capital Requirement	(11) * (12)	\$679,725	\$669,748	\$568,904	\$538,985	\$533,479	\$519,282	\$651,230	\$715,781	\$715,392	\$715,186	\$715,114	\$715,293	\$7,738,119
14	Weighted Cost of Debt	Rate Case	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%
15	Interest Charges Financed	(11) * (14)	\$312,498	\$307,911	\$261,549	\$247,794	\$245,263	\$238,736	\$299,397	\$329,074	\$328,895	\$328,801	\$328,768	\$328,850	\$3,557,536
16	Taxable Income	(13) - (15)	\$367,227	\$361,837	\$307,355	\$291,191	\$288,217	\$280,547	\$351,832	\$386,707	\$386,496	\$386,385	\$386,346	\$386,443	
17	1 - Combined Tax Rate	Rate Case	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500
18	Return and Tax Requirement	(16) / (17)	\$564,965	\$556,672	\$472,854	\$447,987	\$443,410	\$431,610	\$541,280	\$594,933	\$594,610	\$594,439	\$594,379	\$594,528	\$6,431,666
19	Working Capital Requirement	(15) + (18)	\$877,463	\$864,583	\$734,402	\$695,781	\$688,673	\$670,346	\$840,678	\$924,008	\$923,505	\$923,240	\$923,146	\$923,378	\$9,989,202
20	Monthly Average	(19) / 12	\$73,122	\$72,049	\$61,200	\$57,982	\$57,389	\$55,862	\$70,056	\$77,001	\$76,959	\$76,937	\$76,929	\$76,948	\$832,433
21	System Balancing Factor	Rate Case	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%	20.39%
22	Balancing Related Inventory Costs	(20) * (21)	\$14,910	\$14,691	\$12,479	\$11,822	\$11,702	\$11,390	\$14,285	\$15,700	\$15,692	\$15,687	\$15,686	\$15,690	\$169,733
23	Supply Related Inventory Costs	(21) - (22)	\$58,212	\$57,358	\$48,721	\$46,159	\$45,688	\$44,472	\$55,772	\$61,300	\$61,267	\$61,249	\$61,243	\$61,258	\$662,700
24	Propane Inventory Balance		\$322,392	\$322,030	\$322,030	\$322,030	\$322,030	\$322,030	\$322,030	\$322,030	\$322,030	\$322,030	\$322,030	\$322,030	
25	Cost of Capital	Rate Case	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%
26	Return on Working Capital Requirement	(24) * (25)	\$29,270	\$29,237	\$29,237	\$29,237	\$29,237	\$29,237	\$29,237	\$29,237	\$29,237	\$29,237	\$29,237	\$29,237	\$350,878
27	Weighted Cost of Debt	Rate Case	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%
28	Interest Charges Financed	(24) * (27)	\$13,457	\$13,441	\$13,441	\$13,441	\$13,441	\$13,441	\$13,441	\$13,441	\$13,441	\$13,441	\$13,441	\$13,441	\$161,313
29	Taxable Income	(26) - (28)	\$15,813	\$15,796	\$15,796	\$15,796	\$15,796	\$15,796	\$15,796	\$15,796	\$15,796	\$15,796	\$15,796	\$15,796	
30	1 - Combined Tax Rate	Rate Case	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500
31	Return and Tax Requirement	(29) / (30)	\$24,328	\$24,301	\$24,301	\$24,301	\$24,301	\$24,301	\$24,301	\$24,301	\$24,301	\$24,301	\$24,301	\$24,301	\$291,638
32	Working Capital Requirement	(28) + (31)	\$37,785	\$37,742	\$37,742	\$37,742	\$37,742	\$37,742	\$37,742	\$37,742	\$37,742	\$37,742	\$37,742	\$37,742	\$452,951
33	Monthly Average	(32) / 12	\$3,149	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$3,145	\$37,746

Line No.	Description (a)	Reference (b)	Nov-06	Dec-06	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Total
1	Supply Fixed Costs		\$1,839,138	\$2,370,663	\$2,173,760	\$2,170,985	\$2,173,760	\$2,172,635	\$2,173,760	\$2,172,635	\$2,173,760	\$2,173,760	\$2,172,635	\$2,138,885	\$25,906,371
2	Capacity Release Revenue		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	Allowable Working Capital Costs	(1) - (2)	\$1,839,138	\$2,370,663	\$2,173,760	\$2,170,985	\$2,173,760	\$2,172,635	\$2,173,760	\$2,172,635	\$2,173,760	\$2,173,760	\$2,172,635	\$2,138,885	\$25,906,371
4	Number of Days Lag	Rate Case	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	
5	Working Capital Requirement	[(3) * (4)] / 365	\$67,519	\$87,033	\$79,804	\$79,702	\$79,804	\$79,762	\$79,804	\$79,762	\$79,804	\$79,804	\$79,762	\$78,523	
6	Cost of Capital	Rate Case	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	
7	Return on Working Capital Requirement	(5) * (6)	\$6,130	\$7,902	\$7,245	\$7,236	\$7,245	\$7,242	\$7,245	\$7,242	\$7,245	\$7,245	\$7,242	\$7,129	
8	Weighted Cost of Debt	Rate Case	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	
9	Interest Expense	(5) * (8)	\$2,818	\$3,633	\$3,331	\$3,327	\$3,331	\$3,329	\$3,331	\$3,329	\$3,331	\$3,331	\$3,329	\$3,278	
10	Taxable Income	(7) - (9)	\$3,312	\$4,269	\$3,914	\$3,909	\$3,914	\$3,912	\$3,914	\$3,912	\$3,914	\$3,914	\$3,912	\$3,852	
11	1 - Combined Tax Rate	Rate Case	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	
12	Return and Tax Requirement	(10) / (11)	\$5,095	\$6,568	\$6,022	\$6,014	\$6,022	\$6,019	\$6,022	\$6,019	\$6,022	\$6,022	\$6,019	\$5,925	
13	Supply Fixed Working Capital Requirement	(9) + (12)	\$7,913	\$10,200	\$9,353	\$9,341	\$9,353	\$9,348	\$9,353	\$9,348	\$9,353	\$9,353	\$9,348	\$9,203	\$111,468
14	Storage Fixed Costs		\$824,149	\$778,602	\$888,723	\$888,723	\$888,723	\$865,383	\$858,037	\$858,037	\$858,037	\$858,037	\$858,037	\$858,037	\$10,282,523
15	Less: LNG Demand to DAC		\$54,869	\$57,790	\$56,282	\$56,282	\$56,282	\$56,282	\$56,282	\$56,282	\$56,282	\$56,282	\$56,282	\$56,282	\$675,477
16	Less: Credits		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
17	Plus: Supply Related LNG O&M Costs		\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$43,241	\$518,894
18	Allowable Working Capital Costs	(14) - (15) + (16)	\$812,522	\$764,053	\$875,682	\$875,682	\$875,682	\$852,343	\$844,996	\$844,996	\$844,996	\$844,996	\$844,996	\$844,996	\$10,125,940
19	Number of Days Lag	Rate Case	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	
20	Working Capital Requirement	[(17) * (18)] / 365	\$29,830	\$28,050	\$32,148	\$32,148	\$32,148	\$31,291	\$31,022	\$31,022	\$31,022	\$31,022	\$31,022	\$31,022	
21	Cost of Capital	Rate Case	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	
22	Return on Working Capital Requirement	(19) * (20)	\$2,708	\$2,547	\$2,919	\$2,919	\$2,919	\$2,841	\$2,816	\$2,816	\$2,816	\$2,816	\$2,816	\$2,816	
23	Weighted Cost of Debt	Rate Case	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	
24	Interest Expense	(19) * (22)	\$1,245	\$1,171	\$1,342	\$1,342	\$1,342	\$1,306	\$1,295	\$1,295	\$1,295	\$1,295	\$1,295	\$1,295	
25	Taxable Income	(19) - (23)	\$1,463	\$1,376	\$1,577	\$1,577	\$1,577	\$1,535	\$1,522	\$1,522	\$1,522	\$1,522	\$1,522	\$1,522	
26	1 - Combined Tax Rate	Rate Case	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	
27	Return and Tax Requirement	(24) / (25)	\$2,251	\$2,117	\$2,426	\$2,426	\$2,426	\$2,361	\$2,341	\$2,341	\$2,341	\$2,341	\$2,341	\$2,341	
28	Storage Fixed Working Capital Requirement	(23) + (26)	\$3,496	\$3,288	\$3,768	\$3,768	\$3,768	\$3,667	\$3,636	\$3,636	\$3,636	\$3,636	\$3,636	\$3,636	\$43,569
1	Supply Variable Costs		\$20,222,094	\$29,222,584	\$36,173,449	\$31,702,296	\$32,609,089	\$16,149,260	\$10,216,912	\$7,039,097	\$6,187,368	\$6,543,569	\$7,119,881	\$13,242,036	\$216,427,635
2a	Less: Non-firm Sales		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2b	Less: Variable Delivery Storage Costs		\$8,728	\$22,310	\$86,054	\$71,069	\$22,908	\$5,766	\$0	\$0	\$0	\$0	\$0	\$0	\$216,835
2c	Less: Variable Injection Storage Costs		\$2,307	\$875	\$0	\$0	\$0	\$10,832	\$11,198	\$10,837	\$11,198	\$11,198	\$10,841	\$11,198	\$80,483
2d	Less: Fuel Costs Allocated to Storage		\$46,256	\$159,983	\$493,155	\$393,112	\$106,206	\$106,460	\$78,112	\$78,571	\$80,561	\$82,254	\$79,415	\$80,829	\$1,784,914
2e	Less: Supply Refunds		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2	Total Credits		\$57,292	\$183,168	\$579,209	\$464,181	\$129,113	\$123,058	\$89,310	\$89,407	\$91,759	\$93,451	\$90,255	\$92,027	\$2,082,231
3	Allowable Working Capital Costs	(1) - (2)	\$20,164,802	\$29,039,416	\$35,594,241	\$31,238,115	\$32,479,976	\$16,026,201	\$10,127,602	\$6,949,689	\$6,095,609	\$6,450,118	\$7,029,625	\$13,150,009	\$214,345,403
4	Number of Days Lag	Rate Case	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	
5	Working Capital Requirement	[(3) * (4)] / 365	\$740,297	\$1,066,105	\$1,306,747	\$1,146,824	\$1,192,416	\$588,359	\$371,808	\$255,139	\$223,784	\$236,799	\$258,074	\$482,767	
6	Cost of Capital	Rate Case	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	9.08%	
7	Return on Working Capital Requirement	(5) * (6)	\$67,211	\$96,792	\$118,639	\$104,120	\$108,259	\$53,417	\$33,756	\$23,164	\$20,317	\$21,499	\$23,431	\$43,830	
8	Weighted Cost of Debt	Rate Case	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	4.17%	
9	Interest Expense	(5) * (8)	\$30,900	\$44,499	\$54,544	\$47,868	\$49,771	\$24,558	\$15,519	\$10,649	\$9,341	\$9,884	\$10,772	\$20,151	
10	Taxable Income	(7) - (9)	\$36,312	\$52,292	\$64,096	\$56,252	\$58,488	\$28,859	\$18,237	\$12,515	\$10,977	\$11,615	\$12,659	\$23,680	
11	1 - Combined Tax Rate	Rate Case	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	0.6500	
12	Return and Tax Requirement	(10) / (11)	\$55,864	\$80,450	\$98,609	\$86,541	\$89,982	\$44,398	\$28,057	\$19,253	\$16,887	\$17,869	\$19,475	\$36,430	
13	Supply Variable Working Capital Requirement	(9) + (12)	\$86,764	\$124,949	\$153,153	\$134,409	\$139,753	\$68,957	\$43,576	\$29,903	\$26,228	\$27,753	\$30,247	\$56,581	\$922,272

Line No.	Description (a)	Reference (b)	Nov-06	Dec-06	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Total
14	Storage Variable Product Costs		\$1,049,603	\$3,001,019	\$11,283,703	\$8,351,683	\$2,617,785	\$866,259	\$180,324	\$171,698	\$176,592	\$176,496	\$170,753	\$176,427	\$28,222,341
15	Less: Balancing Related LNG Commodity (to DAC)		(\$32,533)	(\$42,048)	(\$300,187)	(\$117,101)	(\$38,210)	(\$35,592)	(\$36,768)	(\$35,009)	(\$36,007)	(\$35,987)	(\$34,817)	(\$35,973)	(\$780,232)
16	Plus: Supply Related LNG O&M Costs		<u>\$30,455</u>	<u>\$365,465</u>											
17	Allowable Working Capital Costs	(14) + (15) + (16)	\$1,047,526	\$2,989,427	\$11,013,972	\$8,265,037	\$2,610,030	\$861,123	\$174,011	\$167,145	\$171,040	\$170,964	\$166,392	\$170,909	\$27,807,575
18	Number of Days Lag	Rate Case	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	
19	Working Capital Requirement	[(17) * (18)] / 365	\$38,457	\$109,749	\$404,349	\$303,429	\$95,820	\$31,614	\$6,388	\$6,136	\$6,279	\$6,276	\$6,109	\$6,274	
20	Cost of Capital	Rate Case	<u>9.08%</u>												
21	Return on Working Capital Requirement	(19) * (20)	\$3,492	\$9,964	\$36,711	\$27,548	\$8,700	\$2,870	\$580	\$557	\$570	\$570	\$555	\$570	
22	Weighted Cost of Debt	Rate Case	<u>4.17%</u>												
23	Interest Expense	(19) * (22)	\$1,605	\$4,581	\$16,877	\$12,665	\$4,000	\$1,320	\$267	\$256	\$262	\$262	\$255	\$262	
24	Taxable Income	(19) - (23)	\$1,886	\$5,383	\$19,833	\$14,883	\$4,700	\$1,551	\$313	\$301	\$308	\$308	\$300	\$308	
25	1 - Combined Tax Rate	Rate Case	<u>0.6500</u>												
26	Return and Tax Requirement	(24) / (25)	\$2,902	\$8,282	\$30,513	\$22,897	\$7,231	\$2,386	\$482	\$463	\$474	\$474	\$461	\$473	
27	Storage Var. Product Working Capital Requir.	(23) + (26)	<u>\$4,507</u>	<u>\$12,863</u>	<u>\$47,390</u>	<u>\$35,562</u>	<u>\$11,230</u>	<u>\$3,705</u>	<u>\$749</u>	<u>\$719</u>	<u>\$736</u>	<u>\$736</u>	<u>\$716</u>	<u>\$735</u>	<u>\$119,649</u>
1	Storage Variable Non-Product Costs		\$57,292	\$343,830	\$1,158,237	\$928,905	\$257,472	\$161,636	\$89,310	\$89,407	\$91,759	\$93,451	\$90,255	\$92,027	\$3,453,584
2	Credits		<u>\$0</u>												
3	Allowable Working Capital Costs	(1) - (2)	\$57,292	\$343,830	\$1,158,237	\$928,905	\$257,472	\$161,636	\$89,310	\$89,407	\$91,759	\$93,451	\$90,255	\$92,027	\$3,453,584
4	Number of Days Lag	Rate Case	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	13.40	
5	Working Capital Requirement	[(3) * (4)] / 365	\$2,103	\$12,623	\$42,522	\$34,102	\$9,452	\$5,934	\$3,279	\$3,282	\$3,369	\$3,431	\$3,313	\$3,379	
6	Cost of Capital	Rate Case	<u>9.08%</u>												
7	Return on Working Capital Requirement	(5) * (6)	\$191	\$1,146	\$3,861	\$3,096	\$858	\$539	\$298	\$298	\$306	\$311	\$301	\$307	
8	Weighted Cost of Debt	Rate Case	<u>4.17%</u>												
9	Interest Expense	(5) * (8)	\$88	\$527	\$1,775	\$1,423	\$395	\$248	\$137	\$137	\$141	\$143	\$138	\$141	
10	Taxable Income	(7) - (9)	\$103	\$619	\$2,086	\$1,673	\$464	\$291	\$161	\$161	\$165	\$168	\$163	\$166	
11	1 - Combined Tax Rate	Rate Case	<u>0.6500</u>												
12	Return and Tax Requirement	(10) / (11)	\$159	\$953	\$3,209	\$2,573	\$713	\$448	\$247	\$248	\$254	\$259	\$250	\$255	
13	Storage Variable Non-product WC Requir.	(9) + (12)	<u>\$247</u>	<u>\$1,479</u>	<u>\$4,984</u>	<u>\$3,997</u>	<u>\$1,108</u>	<u>\$695</u>	<u>\$384</u>	<u>\$385</u>	<u>\$395</u>	<u>\$402</u>	<u>\$388</u>	<u>\$396</u>	<u>\$14,860</u>

Line No.	Rate Class (a)	Nov-06 (b) Actual	Dec-06 (c) Actual	Jan-07 (d) Forecast	Feb-07 (e) Forecast	Mar-07 (f) Forecast	Apr-07 (g) Forecast	May-07 (h) Forecast	Jun-07 (i) Forecast	Jul-07 (j) Forecast	Aug-07 (k) Forecast	Sep-07 (l) Forecast	Oct-07 (m) Forecast	Nov-Oct (p) Forecast
1	SALES (dth)													
2	Residential Non-Heating	47,556	57,497	58,686	64,930	62,455	60,896	53,970	45,639	40,881	33,529	37,142	38,296	601,477
3	Residential Heating	1,127,890	1,722,327	2,567,819	3,045,936	2,751,207	2,156,153	1,160,958	692,887	476,003	393,643	432,925	575,726	17,103,473
4	Small C&I	115,038	218,216	344,239	427,248	379,619	274,712	123,459	74,424	50,854	43,593	49,913	68,721	2,170,036
5	Medium C&I	259,918	383,505	540,552	648,591	600,561	456,693	265,927	170,842	129,590	112,818	127,265	160,683	3,856,944
6	Large LLF	89,406	156,155	201,460	256,341	237,312	162,045	90,849	44,617	26,097	20,240	25,111	52,822	1,362,455
7	Large HLF	35,498	38,981	41,820	43,055	47,676	41,944	31,696	30,128	24,271	22,591	23,825	25,411	406,897
8	Extra Large LLF	8,767	15,068	25,211	27,119	24,978	12,165	5,215	1,708	1,070	1,026	2,597	8,625	133,549
9	Extra Large HLF	33,471	40,865	32,500	36,146	34,947	30,287	27,651	26,736	26,408	27,438	28,950	31,784	377,183
10	Total Sales	1,717,544	2,632,614	3,812,288	4,549,366	4,138,755	3,194,894	1,759,724	1,086,981	775,174	654,879	727,728	962,067	26,012,014
11	TSS													
12	Medium	839	3,240											
13	Large LLF	333	1,883											
14	Large HLF	0	0											
15	Extra Large LLF	0	0											
16	Extra Large HLF	0	0											
17	Total TSS	1,172	5,123											
18	FT-2 TRANSPORTATION													
19	FT-2 Medium	32,740	42,252	57,034	63,817	62,256	50,711	34,257	24,996	21,018	19,324	19,189	23,298	450,893
20	FT-2 Large LLF	9,918	26,082	20,712	31,463	27,419	19,938	10,469	4,607	4,221	1,342	921	4,475	161,568
21	FT-2 Large HLF	5,136	7,659	8,694	7,726	8,579	7,624	5,802	5,614	6,135	6,181	6,017	4,848	80,014
22	FT-2 Extra Large LLF	964	1,899	3,938	3,354	2,929	1,747	760	139	4	4	336	1,260	17,332
23	FT-2 Extra Large HLF	1,337	544	2,393	2,238	2,125	1,812	1,544	1,190	1,321	1,447	1,432	1,677	19,061
24	Total Transportation	50,095	78,436	92,771	108,598	103,308	81,832	52,833	36,546	32,698	28,298	27,895	35,558	728,868
25	Sales & FT-2 THROUGHPUT													
26	Residential Non-Heating	47,556	57,497	58,686	64,930	62,455	60,896	53,970	45,639	40,881	33,529	37,142	38,296	601,477
27	Residential Heating	1,127,890	1,722,327	2,567,819	3,045,936	2,751,207	2,156,153	1,160,958	692,887	476,003	393,643	432,925	575,726	17,103,473
28	Small C&I	115,038	218,216	344,239	427,248	379,619	274,712	123,459	74,424	50,854	43,593	49,913	68,721	2,170,036
29	Medium C&I	292,658	425,757	597,587	712,408	662,816	507,404	300,184	195,838	150,608	132,142	146,454	183,981	4,307,838
30	Large LLF	99,324	182,237	222,173	287,804	264,731	181,982	101,318	49,224	30,318	21,582	26,032	57,297	1,524,022
31	Large HLF	40,634	46,640	50,513	50,781	56,254	49,568	37,498	35,742	30,406	28,772	29,842	30,259	486,911
32	Extra Large LLF	9,731	16,967	29,149	30,473	27,907	13,912	5,974	1,847	1,074	1,030	2,933	9,885	150,882
33	Extra Large HLF	34,808	41,409	34,893	38,384	37,072	32,100	29,195	27,926	27,728	28,885	30,382	33,460	396,243
34	Total Throughput	1,767,639	2,711,050	3,905,059	4,657,964	4,242,063	3,276,726	1,812,556	1,123,528	807,872	683,177	755,624	997,625	26,740,881
35	FT-1 TRANSPORTATION													
36	FT-1 Medium	64,460	82,608	103,407	89,625	76,239	43,052	33,443	24,696	23,981	23,338	42,305	104,576	711,730
37	FT-1 Large LLF	111,405	149,552	202,243	166,349	152,975	90,791	48,449	20,363	17,624	17,142	18,879	55,387	1,051,161
38	FT-1 Large HLF	40,428	44,612	45,016	42,308	43,862	30,890	28,577	26,940	22,723	25,196	31,185	26,768	408,506
39	FT-1 Extra Large LLF	60,527	77,239	111,231	97,284	86,358	55,890	31,828	16,549	13,880	14,970	19,032	42,436	627,224
40	FT-1 Extra Large HLF	350,805	354,985	358,057	333,798	337,450	299,062	267,363	248,507	229,460	239,706	254,209	274,157	3,547,559
41	Default	0	0											
42	Total Transportation	627,625	708,996	819,954	729,365	696,884	519,685	409,660	337,055	307,669	320,352	365,611	503,323	6,346,179
43	Total THROUGHPUT													
44	Residential Non-Heating	47,556	57,497	58,686	64,930	62,455	60,896	53,970	45,639	40,881	33,529	37,142	38,296	601,477
45	Residential Heating	1,127,890	1,722,327	2,567,819	3,045,936	2,751,207	2,156,153	1,160,958	692,887	476,003	393,643	432,925	575,726	17,103,473
46	Small C&I	115,038	218,216	344,239	427,248	379,619	274,712	123,459	74,424	50,854	43,593	49,913	68,721	2,170,036
47	Medium C&I	357,118	508,365	700,993	802,033	739,055	550,456	333,627	220,534	174,589	155,480	188,760	288,557	5,019,567
48	Large LLF	210,729	331,789	424,416	454,153	417,706	272,773	149,767	69,588	47,942	38,725	44,911	112,684	2,575,184
49	Large HLF	81,062	91,252	95,529	93,900	100,116	80,457	66,076	62,682	53,129	53,968	61,027	57,027	895,416
50	Extra Large LLF	70,258	94,206	140,380	127,757	114,265	69,802	37,802	18,395	14,954	16,000	21,966	52,321	778,106
51	Extra Large HLF	385,613	396,394	392,950	372,182	374,523	331,162	296,558	276,433	257,189	268,591	284,591	307,617	3,943,802
52	Total Throughput	2,395,264	3,420,046	4,725,013	5,387,329	4,938,947	3,796,411	2,222,216	1,460,582	1,115,541	1,003,529	1,121,234	1,500,948	33,087,061