

## Dominion Peoples Gas Cost Filing – February 29, 2008

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<b>What?</b>	Each year, Dominion Peoples makes a filing to the Public Utility Commission to adjust its gas costs.
<b>Why?</b>	This filing is an annual gas cost recovery request. Under PUC regulations, all gas utilities in Pennsylvania file annually for such a request. The filing is designed to recover the cost of natural gas that the company purchases on behalf of its customers.
<b>When?</b>	2/29/08: Dominion Peoples submits preliminary information 4/1/08: Dominion Peoples files its annual gas cost filing 10/1/08: If approved, filing affects customers' natural gas rates as of this date. <b>NOTE:</b> Also on or about April 1, 2008, Peoples will file its quarterly GCR Adjustment, which is separate and in addition to this Annual filing.
<b>How?</b>	If approved, customers' natural gas rates would increase as of 10/1/08.

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## Questions and Answers

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<b>What did Dominion Peoples file?</b>	On February 29, 2008, Dominion Peoples submitted preliminary information supporting its April 1st annual gas cost filing to the Public Utility Commission. This filing, if approved, would increase customers' natural gas rates as of October 1, 2008.
<b>Why is Dominion Peoples requesting the rate change?</b>	Under PUC regulations, all gas utilities in Pennsylvania file annually for such a request. The filing is designed to recover the cost of natural gas that the company purchases on behalf customers.
<b>What is the Public Utility Commission's role?</b>	The PUC may examine the proposed increase and schedule hearings to determine the proper rate level to be charged.

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## Questions and Answers, Continued

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**What will the new rate be?**

Under Dominion Peoples' proposal, the overall increase in revenues is approximately 18.8 percent, but the change in your bill may vary from this percentage depending on your gas usage and the applicable rate schedule.

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**Is the rate based just on anticipated gas costs?**

No, the rate covers both a gas cost recovery portion for past costs, as well as projected future costs.

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**What will the change be for the typical customer?**

The monthly bill of the average:

- Residential customer using 95.6 MCF per year could increase from \$106.77 to \$126.83 or by \$20.06 per month.
  - Commercial customer using 325 MCF per year could increase from \$332.68 to \$400.83, or by \$68.15 per month.
  - Industrial customer using 4,366 MCF per year could increase from \$4,123.91 to \$5,040.04, or by \$916.13 per month.
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**What will the final rate be?**

The rate that is finally determined in this case will be recalculated to reflect actual gas costs on a quarterly basis and may be different than the proposed gas cost rate.

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**How can I be notified of the new rate upon my monthly bill?**

If you need specific information on how this would affect your account, someone will run an analysis on your account and mail the information to you. Please call our Customer Service Center at 1-800-764-0111 to request this information.

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## Questions and Answers, Continued

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**Can I actually receive copies of the new rates and examine copies of the materials filed with the PA PUC?**

Yes. Complete schedules of the new rates and copies of the materials filed with the PUC are on file in our offices in Wilkinsburg.

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*End*