

**PECO Gas  
Class COS Study - 2008**

Future Test Year Ended December 31, 2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY		DISTRIBUTION COMMODITY Class Allocation					I
		Dollars	Allocator	Residential Rate GR / CAP	Small CI Rate GC	Outdoor Rate OL	Large Rate L	Mtr Veh Firm Rate MV-F	
<b>I. GAS PLANT IN SERVICE</b>									
1 A. INTANGIBLE PLANT	301	54-8	DISTPT-E	289	143	f!	!	f!	
2 Subtotal- INTANGIBLE PLANT	301-303	548	None	289	143	0	1	0	
<b>B. PRODUCTION PLANT</b>									
3 Boiler Equipment	306	0	None	0	0	0	0	0	
4 L.P.G. Equipment	311	0	None	0	0	0	0	0	
5 SNG Plant	320		None	f!	0	0	f!		
6 Subtotal - PRODUCTION PLANT	304-338			0	0	0	0		
<b>C. STORAGE PLANT</b>									
7 Structures and Improvements	361	0	None	0	0	0	0	0	
8 Gas Holders	362	0	None	0	0	0	0	0	
9 Purification Equipment	363	0	None	0	0	0	0	0	
10 Liquification Equipment	364	0	None	0	0	0	0	0	
11 Other Equipment	368		None			0			
12 Subtotal - STORAGE PLANT	360-368	0		0	0	0	0	0	
13 D. TRANSMISSION PLANT	370-373	0	None						
<b>E. DISTRIBUTION PLANT</b>									
14 Land and Land Rights	374	0	None	0	0	0	0	0	
15 Structures and Improvements	375	0	None	0	0	0	0	0	
16 Mains	376	208,512	Daily_Del_xDir	110,111	54,365	3	271	10i	
17 Mains- Direct Assignment	376Direct	0	None	0	0	0	0	0	
18 Mains- Joint	376Joint	0	None	0	0	0	0	0	
19 Compressor Station Equipment	377	0	None	0	0	0	0	0	
20 Meas. & Reg. Stat. Equip. - General	378	0	None	0	0	0	0	0	
21 Meas. & Reg. Stat. Equip. - City Gate	379	0	None	0	0	0	0	0	
22 Meas. & Reg. Stat. Equip. - Direct	379Dir	0	None	0	0	0	0	0	
23 Services	380	0	None	0	0	0	0	0	
24 Meters	381	0	None	0	0	0	0	0	
25 Meters Install.	382	0	None	0	0	0	0	0	
26 Indust. Meas. & Reg. Station Equipment	385	0	None	0	0	0	0	0	
27 Other Equipment	387		None						
28 Subtotal - DISTRIBUTION PLANT	374-387	208,512		110,111	54,365	3	271	10i	

Future Test Year Ended December 31,2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY		1 DISTRIBUTION COMMODITY Class Allocation J						
		Dollars	Allocator	Mtr Rate	Veh MV-I	Inter Interruptible Rate IS	Temperature Rate TCS	Trans Firm Rate TS-F	Trans Inter Rate TS-I	City Gate Rate CGS
<b>I. GAS PLANT IN SERVICE</b>										
1 A. INTANGIBLE PLANT	301	54	~8 STPT-E	0	!	!	3	7-5	0	0
2 Subtotal- INTANGIBLE PLANT	301-303	548	None	0	1	7	32	75	0	0
<b>B. PRODUCTION PLANT</b>										
3 Boiler Equipment	306	0	None	0	0	0	0	0	0	0
4 L.P.G. Equipment	311	0	None	0	0	0	0	0	0	0
5 SNG Plant	320	0	None	0	0	0	9	0	0	0
6 Subtotal- PRODUCTION PLANT	304-338	0	None	0	0	0	0	0	0	0
<b>C. STORAGE PLANT</b>										
7 Structures and Improvements	361	0	None	0	0	0	0	0	0	0
8 Gas Holders	362	0	None	0	0	0	0	0	0	0
9 Purification Equipment	363	0	None	0	0	0	0	0	0	0
10 Liquification Equipment	364	0	None	0	0	0	0	0	0	0
11 Other Equipment	368	0	None	0	0	0	0	0	0	0
12 Subtotal - STORAGE PLANT	360-368	0	None	0	0	0	0	0	0	0
13 D. TRANSMISSION PLANT	370-373	0	None	0	0	0	0	0	0	0
<b>E. DISTRIBUTION PLANT</b>										
14 Land and Land Rights	374	0	None	0	0	0	0	0	0	0
15 Structures and Improvements	375	0	None	0	0	0	0	0	0	0
16 Mains	376	208,512	Daily_Del_xDir	3	375	2,518	12,147	28,585	33	33
17 Mains- Direct Assignment	376DireG	0	None	0	0	0	0	0	0	0
18 Mains- Joint	376Joint	0	None	0	0	0	0	0	0	0
19 Compressor Station Equipment	377	0	None	0	0	0	0	0	0	0
20 Meas. & Reg. Stat. Equip, - General	378	0	None	0	0	0	0	0	0	0
21 Meas. & Reg. Stat. Equip, - City Gate	379	0	None	0	0	0	0	0	0	0
22 Meas. & Reg. Stat. Equip. - Direct	379Dir	0	None	0	0	0	0	0	0	0
23 Services	380	0	None	0	0	0	0	0	0	0
24 Meters	381	0	None	0	0	0	0	0	0	0
25 Meters Install.	382	0	None	0	0	0	0	0	0	0
26 Indust. Meas. & Reg. Station Equipment	385	0	None	0	0	0	0	0	0	0
27 Other Equipment	387	0	None	0	0	0	0	0	0	0
28 Subtotal- DISTRIBUTION PLANT	374-387	208,512	None	3	375	2,518	12,147	28,585	33	33

Future Test Year Ended December 31, 2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY		DISTRIBUTION COMMODITY Class Allocation					J
		Dollars	Allocator	Residential Rate GR / CAP	Small CI Rate GC	Outdoor Rate OL	Large Rate L	Mtr Veh Firm Rate MV-F	
<b>F. GENERAL PLANT</b>									
29 Land and Land Rights	389	0	None	0	0	0	0	0	0
30 Structures and Improvements	390	818	DISTLABOR-E	403	199	0	1	0	0
31 Office Furniture and Equipment	391	4	DISTLABOR-E	2	1	0	0	0	0
32 Tools, Shop and Garage Equipment	394	486	DISTLABOR-E	240	118	0	1	0	0
33 Power Operated Equipment	396	266	DISTLABOR-E	131	65	0	0	0	0
34 Communication Equipment	397	24	DISTLABOR-E	12	6	0	0	0	0
35 Miscellaneous Equipment	398		DISTLABOR-E	<u>4</u>	<u>2</u>	<u>0</u>	<u>0</u>		
36 Subtotal - GENERAL PLANT	389-399	1,606		792	391	0	2		1
<b>37 TOTAL UTILITY PLANT</b>		210,665		111,192	54,899	3	274		102
<b>II. DEPRECIATION RESERVE</b>									
38 Intangible Plant	108	521	DISTPT-E	275	136	0	1		0
39 Production Plant	108	0	None	0	0	0	0		0
40 Local Storage Plant	108	0	None	0	0	0	0		0
41 Transmission Plant	108	0	None	0	0	0	0		0
42 Mains	108	59,536	Daily_Del_xDir	31,440	15,523	1	77		29
43 Mains- Direct Assignment	108	0	None	0	0	0	0		0
44 Mains- Joint	108	0	None	0	0	0	0		0
45 Services	108	0	None	0	0	0	0		0
46 Meters	108	0	None	0	0	0	0		0
47 Distr Other	108	0	None	0	0	0	0		0
48 Distr Other- Direct	108	0	None	0	0	0	0		0
49 General Plant	108	460	DISTLABOR-E	22-7	11__~2	~	~		~
50 TOTAL - DEPRECIATION RESERVE	108	60,517		31,942	15,771	1	79		29
<b>III OTHER RATE BASE ITEMS</b>									
51 Gas Storage Inventory		0	None	0	0	0	0		0
52 Materials & Supplies		20	DISTPT-E	10	5	0	0		0
53 Accum Deferred Income Taxes		(24,139)	DISTPT-E	(12,747)	(6,294)	(0)	(31)		(12)
54 Customer Deposits		0	None	0	0	0	0		0
55 Common Plant		8,489	DISTLABOR-E	4,186	2,067	0	10		4
56 Customer Advances for Construction		0	None	0	0	0	0		0
57 Total - OTHER RATE BASE ITEMS		(15,630)		(8,551)	(4,222)	(0)	(21)		(8)
<b>58 IV. TOTAL RATE BASE Excl. Working Cap.</b>		134,518		70,699	34,907	~	17,\$		6.__~5
<b>59 Working Capital</b>	131	1,651	DISTPT-E	872	430	0	2		1
<b>60 V. TOTAL RATE BASE</b>		<u>136,169</u>		<u>71,571</u>	<u>35,337</u>	<u>2</u>	<u>176</u>		<u>66</u>

Future Test Year Ended December 31,2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY		DISTRIBUTION COMMODITY Class Allocation						
		Dollars	Allocator	Mtr Rate	Veh Rate	Inter MV-I	Interruptible Rate IS	Temperature Rate TCS	Trans Firm Rate TS-F	Trans Inter Rate TS-I
<b>F. GENERAL PLANT</b>										
29 Land and Land Rights	389	0	None	0	0	0	0	0	0	0
30 Structures and Improvements	390	818	DISTLABOR-E	0	1	9	44	159	0	0
31 Office Furniture and Equipment	391	4	DISTLABOR-E	0	0	0	0	1	0	0
32 Tools, Shop and Garage Equipment	394	486	DISTLABOR-E	0	1	5	26	94	0	0
33 Power Operated Equipment	396	266	DISTLABOR-E	0	0	3	14	52	0	0
34 Communication Equipment	397	24	DISTLABOR-E	0	0	0	1	5	0	0
35 Miscellaneous Equipment	398		DISTLABOR-E	0	0	0	0	2	0	0
36 Subtotal - GENERAL PLANT	389-399	1,606		0	3	18	87	312	0	0
<b>37 TOTAL UTILITY PLANT</b>		210,665			378	2,543	12,266	28,972	33	
<b>II. DEPRECIATION RESERVE</b>										
38 Intangible Plant	108	521	DISTPT-E	0	1	6	30	71	0	0
39 Production Plant	108	0	None	0	0	0	0	0	0	0
40 Local Storage Plant	108	0	None	0	0	0	0	0	0	0
41 Transmission Plant	108	0	None	0	0	0	0	0	0	0
42 Mains	108	59,536	Daily_Del_xDir	1	107	719	3,468	8,162	9	0
43 Mains- Direct Assignment	108	0	None	0	0	0	0	0	0	0
44 Mains- Joint	108	0	None	0	0	0	0	0	0	0
45 Services	108	0	None	0	0	0	0	0	0	0
46 Meters	108	0	None	0	0	0	0	0	0	0
47 Distr Other	108	0	None	0	0	0	0	0	0	0
48 Distr Other- Direct	108	0	None	0	0	0	0	0	0	0
49 General Plant	108	460	DISTLABOR-E	~	!	~	2_~5	8__9	0	0
50 TOTAL - DEPRECIATION RESERVE	108	60,517		1	109	731	3,524	8,323	9	0
<b>III. OTHER RATE BASE ITEMS</b>										
51 Gas Storage Inventory		0	None	0	0	0	0	0	0	0
52 Materials & Supplies		20	DISTPT-E	0	0	0	1	3	0	0
53 Accum Deferred Income Taxes		(24,139)	DISTPT-E	(0)	(43)	(292)	(1,406)	(3,309)	(4)	0
54 Customer Deposits		0	None	0	0	0	0	0	0	0
55 Common Plant		8,489	DISTLABOR-E	0	14	96	462	1,649	1	0
56 Customer Advances for Construction			None	0	0	0	0	0	0	0
57 Total - OTHER RATE BASE ITEMS		(15,630)		(0)	(29)	(196)	(943)	(1,658)	(3)	0
<b>58 IV. TOTAL RATE BASE Excl. Working Cap.</b>		134,518		2	241	1,617	7,799	~ 2"1		
59 Working Capital	131	1,651	DISTPT-E	0	3	20	96	226	0	0
<b>60 V. TOTAL RATE BASE</b>		136,169			243	1,637	7,896	19,218	21	

Future Test Year Ended December 31, 2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY Dollars	ALLOCATOR	DISTRIBUTION COMMODITY Class Allocation					I
				Residential Rate GR / CAP	Small CI Rate GC	Outdoor Rate OL	Large Rate L	Mtr Veh Firm Rate MV-F	
<b>I. OPERATION &amp; MAINTENANCE EXPENSE</b>									
<b>A. PRODUCTION EXPENSES</b>									
1. Manufactured Gas Production									
61 Operations Labor	701	0	None	0	0	0	0	0	
62 LNG Expense	717		None						
63 Subtotal - O&M Accounts 701-716	710-716					0	0		
64 Maint. of Structure & Improvements	741		None			0	0		
65 Maint Production Equipment	743		None				0		
66 Subtotal - O&M Accounts 717-742	717-742		None				0		
67 Subtotal- Manufactured Gas Production	710-742					0	0		
68 2. Other Gas Supply Expenses									
69 Natural Gas City Gate Purchases	804	0	Gas Report	0	0	0	0	0	
70 Other Natural Gas Purchases	805	0	None	0	0	0	0	0	
71 Natural Gas Oper Expenses	807	1,831	Gas Deliveries	837	413	0	2	I	
72 Natural Gas W/D from Storage	808	0	None	0	0	0	0	0	
73 Gas Used for Other Util Operations	812	0	None	0	0	0	0	0	
74 LNG Operating Expenses	813		None						
75 Subtotal - PRODUCTION EXPENSES	710-813	1,831		837	413	0	2	I	
<b>B. NATURAL GAS STORAGE EXPENSES</b>									
76 LNG Operating Exp Admin	840	0	None	0	0	0	0	0	
77 Training	841		None						
78 Subtotal - O&M Accounts 840-841	840-841								
79 Maintenance Exp- Admin	843		None						
80 Operating Exp- Admin	850		None						
81 Subtotal - Maint. Accounts 843.1-850	843.1-850								
82 Subtotal - NATURAL GAS STORAGE	840-850								
<b>83 C. TRANSMISSION EXPENSES</b>	<b>856-863</b>	<b>0</b>	<b>None</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	

Future Test Year Ended December 31, 2008 (\$000s)

**DISTRIBUTION COMMODITY Class Allocation**

Account Description	Account Code	DISTRIBUTION COMMODITY Dollars	Allocators	Mtr Rate	Veh MV-I	Inter Rate IS	Temperature Rate TCS	Trans Firm Rate TS-F	Trans Inter Rate TS-I	City Gate Rate CGS
<b>I. OPERATION &amp; MAINTENANCE EXPENSE</b>										
<b>A. PRODUCTION EXPENSES</b>										
1. Manufactured Gas Production										
61 Operations Labor	701	0	None	0	0	0	0	0	0	0
62 LNG Expense	717	0	None	0	0	0	0	0	0	0
63 Subtotal - O&M Accounts 701-716	710-716	0		0	0	0	0	0	0	0
64 Maint. of Structure & Improvements	741	0	None	0	0	0	0	0	0	0
65 Maint Production Equipment	743	0	None	0	0	0	0	0	0	0
66 Subtotal - O&M Accounts 717-742	717-742	0	None	0	0	0	0	0	0	0
67 Subtotal- Manufactured Gas Production	710-742	0		0	0	0	0	0	0	0
68 2. Other Gas Supply Expenses										
69 Natural Gas City Gate Purchases	804	0	Gas Report	0	0	0	0	0	0	0
70 Other Natural Gas Purchases	805	0	None	0	0	0	0	0	0	0
71 Natural Gas Oper Expenses	807	1,831	Gas Deliveries	0	3	19	92	464	0	0
72 Natural Gas W/D from Storage	808	0	None	0	0	0	0	0	0	0
73 Gas Used for Other Util Operations	812	0	None	0	0	0	0	0	0	0
74 LNG Operating Expenses	813	0	None	0	0	0	0	0	0	0
75 Subtotal - PRODUCTION EXPENSES	710-813	1,831		0	3	19	92	464	0	0
<b>B. NATURAL GAS STORAGE EXPENSES</b>										
76 LNG Operating Exp Admin	840	0	None	0	0	0	0	0	0	0
77 Training	841	0	None	0	0	0	0	0	0	0
78 Subtotal - O&M Accounts 840-841	840-841	0		0	0	0	0	0	0	0
79 Maintenance Exp- Admin	843	0	None	0	0	0	0	0	0	0
80 Operating Exp- Admin	850	0	None	0	0	0	0	0	0	0
81 Subtotal - Maint. Accounts 843.1-850	843.1-850	0		0	0	0	0	0	0	0
82 Subtotal - NATURAL GAS STORAGE	840-850	0		0	0	0	0	0	0	0
83 C. TRANSMISSION EXPENSES	856-863	0	None	0	0	0	0	0	0	0

Future Test Year Ended December 31, 2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY		DISTRIBUTION COMMODITY Class Allocation					J	
		Dollars	Allocator	Residential Rate GR / CAP	Small CI Rate GC	Outdoor Rate OL	Large Rate L	Mtr Veh Firm Rate MV-F		
<b>D. DISTRIBUTION EXPENSES</b>										
84 Operation Supv & Engineering	870	10	DISTPT-E	5	3	0	0	0	0	
85 Mains and Services Expenses	874	1,239	DISTMAIN-E	655	323	0	2	1	0	
86 Natural Gas Oper Exp	875	1,062	Gas Deliveries	485	240	0	1	0	0	
87 Meas & Reg Exp- City Gate Stations	877	0	None	0	0	0	0	0	0	
88 Meter & House Regulator Expenses	878	0	None	0	0	0	0	0	0	
89 Customer Install- Gas Business Costs	879	0	None	0	0	0	0	0	0	
90 Other expenses	880	550	DISTPT-E	291	143	0	1	0	0	
91 Maint. Supervision & Engineering	885	2	DISTPT-E	1	0	0	0	0	0	
92 Maint. of Mains	887	3,201	DISTMAIN-E	1,690	835	0	4	2	0	
93 Maint. of Meas. & Reg. Station Exp.-Gen.	889	0	None	0	0	0	0	0	0	
94 Maint. of Services	892	0	None	0	0	0	0	0	0	
95 Maint. of Meters & House Regulators	893	0	None	0	0	0	0	0	0	
96 Maintenance of Other Equipment	894	143	DISTPT-E	7_~6	37'	0	0	0	0	
97 Subtotal- DISTRIBUTION EXPENSES	870-893									
98 Total - OPERATION & MAINTENANCE EXP.										
<b>I1. CUSTOMER ACCOUNTS EXPENSES</b>										
99 Customer Service - Administrative	901		None	0	0	0	0	0	0	
100 Meter Reading Expenses	902		None	0	0	0	0	0	0	
101 Customer Records & Collection Expense	903		None	0	0	0	0	0	0	
102 Uncollectible Accounts	904		None	0	0	0	0	0	0	
103 Uncollectible Accounts- PPA	904PPA		None	0	0	0	0	0	0	
104 Miscellaneous Customer Accounts Exp.	905		None	0	0	0	0	0	0	
105 Discounts / Adjustments			None							
106 Total - CUSTOMER ACCOUNTS EXPENSES				0	0	0	0	0	0	
<b>II1. CUSTOMER SERVICE &amp; INFORM. EXP.</b>										
107 Customer Assistance Expenses	908	0	None	0	0	0	0	0	0	
108 Inform. & Instructional Advertising Exp.	909	0	None	0	0	0	0	0	0	
109 Misc. Customer Service & Inform. Exp.	910	0	None	0	0	0	0	0	0	
110 Demonstrating and Selling Expenses	912	0	None	0	0	0	0	0	0	
111 Miscellaneous Sales Expenses	916	0	None	0	0	0	0	0	0	
112 Total - CUSTOMER SERV. & INFORM. EXP.		0		0	0	0	0	0	0	
113 Total CUST. ACCT., SERV. & SALES EXP.		0		0	0	0	0	0	0	

Future Test Year Ended December 31, 2008 (\$000s)

**DISTRIBUTION COMMODITY Class Allocation**

Account Description	Account Code	DISTRIBUTION COMMODITY		DISTRIBUTION COMMODITY Class Allocation						
		Dollars	Allocator	MtrVeh Inter Rate MV-I	Interruptible Rate IS	Temperature Rate TCS	Trans Firm Rate TS-F	Trans Inter City Gate Rate TS-I	Rate CGS	
<b>D. DISTRIBUTION EXPENSES</b>										
84 Operation Supv & Engineering	870	10	DISTPT-E	0	0	0	1	1	0	
85 Mains and Services Expenses	874	1,239	DISTMAIN-E	0	2	15	72	170	0	
86 Natural Gas Oper Exp	875	1,062	Gas_Deliveries	0	2	11	54	269	0	
87 Meas & Reg Exp- City Gate Stations	877	0	None	0	0	0	0	0	0	
88 Meter & House Regulator Expenses	878	0	None	0	0	0	0	0	0	
89 Customer Install- Gas Business Costs	879	0	None	0	0	0	0	0	0	
90 Other expenses	880	550	DISTPT-E	0	1	7	32	75	0	
91 Maint. Supervision & Engineering	885	2	DISTPT-E	0	0	0	0	0	0	
92 Maint. of Mains	887	3,201	DISTMAIN-E	0	6	39	186	439	1	
93 Maint. of Meas. & Reg. Station Exp.-Gen.	889	0	None	0	0	0	0	0	0	
94 Maint. of Services	892	0	None	0	0	0	0	0	0	
95 Maint. of Meters & House Regulators	893	0	None	0	0	0	0	0	0	
96 Maintenance of Other Equipment	894	143	DISTPT-E							
97 Subtotal- DISTRIBUTION EXPENSES	870-893	6,208			1-1	7._~3	353,	97-4	1	
98 Total- OPERATION & MAINTENANCE EXP.		<u>8,039</u>			1._~4	9-2	44._.~6	<u>1,438</u>	<u>1</u>	
<b>II. CUSTOMER ACCOUNTS EXPENSES</b>										
99 Customer Service - Administrative	901	0	None	0	0	0	0	0	0	
100 Meter Reading Expenses	902	0	None	0	0	0	0	0	0	
101 Customer Records & Collection Expense	903	0	None	0	0	0	0	0	0	
102 Uncollectible Accounts	904	0	None	0	0	0	0	0	0	
103 Uncollectible Accounts- PPA	904PPA	0	None	0	0	0	0	0	0	
104 Miscellaneous Customer Accounts Exp.	905	0	None	0	0	0	0	0	0	
105 Discounts / Adjustments		0	None							
106 Total - CUSTOMER ACCOUNTS EXPENSES		<u>0</u>		0	0	0	0	0	0	
<b>II 1 . CUSTOMER SERVICE &amp; INFORM. EXP.</b>										
107 Customer Assistance Expenses	908	0	None	0	0	0	0	0	0	
108 Inform. & Instructional Advertising Exp.	909	0	None	0	0	0	0	0	0	
109 Misc. Customer Service & Inform. Exp.	910	0	None	0	0	0	0	0	0	
110 Demonstrating and Selling Expenses	912	0	None	0	0	0	0	0	0	
111 Miscellaneous Sales Expenses	916	0	None	0	0	0	0	0	0	
112 Total- CUSTOMER SERV. & INFORM. EXP.		<u>0</u>		0	0	0	0	0	0	
113 Total CUST. ACCT., SERV. & SALES EXP.		0		0	0	0	0	0	0	

Future Test Year Ended December 31, 2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY Dollars	ALLOCATOR	DISTRIBUTION COMMODITY Class Allocation					I
				Residential Rate GR / CAP	Small CI Rate GC	Outdoor Rate OL	Large Rate L	Mtr Veh Firm Rate MV-F	
<b>IV, ADMINISTRATIVE &amp; GENERAL EXP.</b>									
A. Labor-Related:									
114 Administrative & General Salaries	920	1,265	DISTLABOR-E	624	308	0	2	1	
115 Office Supplies & Expenses	921	59	DISTLABOR-E	29	14	0	0	0	
116 Administrative Expenses Transferred	922	(219)	DISTLABOR-E	(108)	(53)	(0)	(0)	(0)	
117 Outside Services Employed	923	1,763	DISTLABOR-E	869	429	0	2	1	
118 Injuries & Damages	925	207	DISTLABOR-E	102	50	0	0	0	
119 Employee Pensions and Benefits	926		DISTLABOR-E	800	39-5	0	2	1	
120 Subtotal - O&M Accounts 920-923, 926		4,698		2,317	1,144	0	6	2	
B. Other-Related:									
121 Property Insurance	924	12	DISTPT-E	6	3	0	0	0	
122 Regulatory Commission Expenses	928	0	None	0	0	0	0	0	
123 Duplicate Charges- Gas Used by Utility	929	0	None	0	0	0	0	0	
124 General Advertising Expenses	930	0	None	0	0	0	0	0	
125 Misc. Gen'l Expenses	930	0	None	0	0	0	0	0	
126 Rents	931	~	None	~	~	g	~	~	
127 Subtotal- O&M Accounts 928-931		12		6	3	0	0	0	
128 Total- ADMINISTRATIVE & GENERAL EXP.		4,710		2,323	1,147				
<b>129 TOTAL OPER EXP Excl Depr, Tax, Gas Supply</b>		10,918		5,526	2,728		14		
<b>VI. DEPRECIATION EXPENSE</b>									
130 intangible Plant		34	DISTPT-E	18	9	0	0	0	
131 Production Plant		0	None	0	0	0	0	0	
132 Local Storage Plant		0	None	0	0	0	0	0	
133 Transmission Plant		0	None	0	0	0	0	0	
<b>134 Mains</b>		3,018	Daily_Del_xDir	1,594	787	0	4	1	
135 Mains- Direct		0	None	0	0	0	0	0	
136 Mains- Joint		0	None	0	0	0	0	0	
137 Services		0	None	0	0	0	0	0	
138 Meters		0	None	0	0	0	0	0	
139 Distr Other		0	None	0	0	0	0	0	
140 Distr Other- Direct		0	None	0	0	0	0	0	
141 General Plant		55	DISTLABOR-E	27	14	0	0	0	
142 Common Plant Depreciation		830	DISTLABOR-E	409	202	0	1	0	
143 Normalized MGP Expenditures			DISTPT-E						
144 Total - DEPRECIATION EXPENSE	403	3,937		2,048	1,011	0	5	2	

Future Test Year Ended December 31,2008 (\$000s)

**DISTRIBUTION COMMODITY Class Allocation**

Account Description	Account Code	DISTRIBUTION COMMODITY Dollars	ALLOCATOR	Mtr Rate	Veh Rate	Inter Rate	Interruptible Rate	Temperature Rate	Trans Firm Rate	Trans Inter Rate	City Gate Rate
				MV-I	IS	TCS	TS-F	TS-I	CGS		
<b>IV. ADMINISTRATIVE &amp; GENERAL EXP.</b>											
<b>A. Labor-Related:</b>											
114 Administrative & General Salaries	920	1,265	DISTLABOR-E	0	2	14	69	246	0		
115 Office Supplies & Expenses	921	59	DISTLABOR-E	0	0	1	3	12	0		
116 Administrative Expenses Transferred	922	(219)	DISTLABOR-E	(0)	(0)	(2)	(12)	(43)	(0)		
117 Outside Services Employed	923	1,763	DISTLABOR-E	0	3	20	96	342	0		
118 Injuries & Damages	925	207	DISTLABOR-E	0	0	2	11	40	0		
119 Employee Pensions and Benefits	926	1,623	DISTLABOR-E	0	3	1._~_8	88,	315	_0		
120 Subtotal - O&M Accounts 920-923, 926		4,698		0	8	53	256	913	1		
<b>B. Other-Related:</b>											
121 Property Insurance	924	12	DISTPT-E	0	0	0	1	2	0		
122 Regulatory Commission Expenses	928	0	None	0	0	0	0	0	0		
123 Duplicate Charges- Gas Used by Utility	929	0	None	0	0	0	0	0	0		
124 General Advertising Expenses	930	0	None	0	0	0	0	0	0		
125 Misc. Gen'l Expenses	930	0	None	0	0	0	0	0	0		
126 Rents	931	0	None								
127 Subtotal - O&M Accounts 928-931		12		0	0	0	1	2	0		
128 Total - ADMINISTRATIVE & GENERAL EXP.		4,710				53	256	914			
129 TOTAL OPER EXP Excl Depr, Tax, Gas Supply		10,918				19	126	610	1,889		
<b>VI. DEPRECIATION EXPENSE</b>											
130 Intangible Plant		34	DISTPT-E	0	0	0	2	5	0		
131 Production Plant		0	None	0	0	0	0	0	0		
132 Local Storage Plant		0	None	0	0	0	0	0	0		
133 Transmission Plant		0	None	0	0	0	0	0	0		
134 Mains		3,018	Daily_Del_xDir	0	5	36	176	414	0		
135 Mains- Direct		0	None	0	0	0	0	0	0		
136 Mains- Joint		0	None	0	0	0	0	0	0		
137 Services		0	None	0	0	0	0	0	0		
138 Meters		0	None	0	0	0	0	0	0		
139 Distr Other		0	None	0	0	0	0	0	0		
140 Distr Other- Direct		0	None	0	0	0	0	0	0		
141 General Plant		55	DISTLABOR-E	0	0	1	3	11	0		
142 Common Plant Depreciation		830	DISTLABOR-E	0	1	9	45	161	0		
143 Normalized MGP Expenditures			DISTPT-E		0						
144 Total- DEPRECIATION EXPENSE	403	3,937		0	7	47	226	590	1		

Future Test Year Ended December 31, 2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY		DISTRIBUTION COMMODITY Class Allocation					J
		Dollars	Allocator	Residential Rate GR / CAP	Small CI Rate GC	Outdoor Rate OL	Large Rate L	Mtr Veh Firm Rate MV-F	
<b>VII, TAXES OTHER THAN INCOME TAXES</b>									
145	PURTA		177 DISTPT-E	94	46	0	0	0	
146	Capital stock		84 RATEBASE	57	22	0	0	0	
147	Payroll related		416 DISTLABOR-E	205	101	0	1	0	
148	Real estate		120 DISTPT-E	63	31	0	0	0	
149	Miscellaneous		4_~2 DISTPT-E	22	11	~			
150	Subtotal- Taxes Other Than Income Taxes	408	839	441	212	0	1	0	
<b>B. Franchise and Revenue Taxes</b>									
151	Gross Receipts Tax		0 None	0	0	0	0	0	
152	Subtotal- Franchise and Gross Receipts Tax		0	0	0	0	0	0	
<b>C. Income Tax Expense</b>									
153	State Income Tax expense		(185) PreTax-Dist-E	(188)	(69)	0	0	0	
154	Federal Income Tax expense		61:3 PreTax-Dist-E	621	22-7	(0)	(0)		
155	Subtotal- Income tax expense		42-8	433	15-8	(0)	~	(0~	
156	Total- TAX EXPENSE		1,267	874	370	0	1	0	
157	TOTAL EXPENSES		17,953	9,284	4,523		21		
<b>V. REVENUES at Present Rates</b>									
158	Distribution Revenue	480-483	23,633 Dist Rev	15,035	6,627	0	18	3	
159	PGC Revenue	480-483PGC	0 None	0	0	0	0	0	
160	Company Portion- Off System Margin	480-4831nt	0 None	0	0	0	0	0	
161	Finance Chges- Unpaid Gas Accts	487	0 None	0	0	0	0	0	
162	Misc Service Discounts	488	0 None	0	0	0	0	0	
163	Transport Gas for Others	489	0 None	0	0	0	0	0	
164	Revenue Adjustments	495	0 None	0	0	0	0	0	
165	Subtotal Gas Revenues, net		23,633	15,035	6,627	0	18	3	
166	Total Revenue		23,633	15,035	6,627		18		
167	Total Expenses		17,953	9,284	4,523	0	21	8	
168	NET INCOME at Present Rates		5,680	5,750	2,104	(0)	(4)	(4)	

Account Description	Account Code	DISTRIBUTION COMMODITY		DISTRIBUTION COMMODITY Class Allocation						
		Dollars	Allocator	MtrVeh Inter Rate MV-I	Interruptible Rate IS	Temperature Rate TCS	Trans Firm Rate TS-F	Trans Inter Rate TS-I	City Gate Rate CGS	
<b>VII. TAXES OTHER THAN INCOME TAXES</b>										
145 PURTA		177	DISTPT-E	0	0	2	10	24	0	
146 Capital stock		84	RATEBASE	0	0	0	2	3	0	
147 Payroll related		416	DISTLABOR-E	0	1	5	23	81	0	
148 Real estate		120	DISTPT-E	0	0	1	7	16	0	
149 Miscellaneous		4.~2	DISTPT-E							
150 Subtotal- Taxes Other Than Income Taxes	408	839		0	1	9	45	130	0	
<b>B. Franchise and Revenue Taxes</b>										
151 Gross Receipts Tax		0	None	0	0	0	0	0	0	
152 Subtotal- Franchise and Gross Receipts Tax		0		0	0	0	0	0	0	
<b>C. Income Tax Expense</b>										
153 State Income Tax expense		(185)	PreTax-Dist-E	(0)	1	(2)	10	62	0	
154 Federal Income Tax expense		613	PreTax-Dist-E	0	~	6	~	~	~	
155 Subtotal- Income tax expense		42~8		0	~	4	~	~	~	
156 Total- TAX EXPENSE		1,267		0	(1)	13	22	(12)	(0)	
157 TOTALEXPENSES		17,953			28	205	950	2,931		
<b>V. REVENUES at Present Rates</b>										
158 Distribution Revenue	480-483	23,633	Dist Rev	1	0	258	645	1,047	0	
159 PGC Revenue	480-483PGC	0	None	0	0	0	0	0	0	
160 Company Portion- Off System Margin	480-4831nt	0	None	0	0	0	0	0	0	
161 Finance Chges- Unpaid Gas Accts	487	0	None	0	0	0	0	0	0	
162 Misc Service Discounts	488	0	None	0	0	0	0	0	0	
163 Transport Gas for Others	489	0	None	0	0	0	0	0	0	
164 Revenue Adjustments	495		None		0	0	0	0	0	
165 Subtotal Gas Revenues, net		23,633		1	0	258	645	1,047	0	
166 Total Revenue		23,633				258	645	1,047	0	
167 Total Expenses		17,953		0	28	205	950	2,931	2	
<b>168 NET INCOME at Present Rates</b>		5,680		0	(28)	53	(305)	(1,884)	(2)	

Future Test Year Ended December 31, 2008 (\$000s)

Account Description	Account Code	DISTRIBUTION COMMODITY Dollars	Allocator	DISTRIBUTION COMMODITY Class Allocation					J
				Residential Rate GR / CAP	Small CI Rate GC	Outdoor Rate OL	Large Rate L	Mtr Veh Firm Rate MV-F	
<b>SUMMARY</b>									
169 Gas revenues		23,633		15,035	6,627	0	18		
170 Operating expenses		12,749		6,362	3,141	0	16	6	
171 Depreciation Expense		3,937		2,048	1,011	0	5	2	
172 Taxes other than Income, GRT		839		441	212	~	!	~	
173 Total Other Expenses		17,525		8,851	4,365	0	22	8	
174 Income tax expense		428		433	158	(0)	(0)	(0)	
175 Gross receipts tax expense									
176 Total expenses		17,953		9,284	4,523	0	21	8	
177 NET INCOME at Present Rates		5,680		5,750	2,104	(0)	(4)	(4)	
<b>178 Total Rate Base</b>		136,169		71,571	35,337	2	176	66	
<b>REVENUE REQUIREMENTS</b>									
180 Target ROR		8.87%		8.87%	8.87%	8.87%	8.87%	8.87%	
Using Target for System									
181 Rate Base		136,169		71,571	35,337		176	66	
182 Operating expenses		12,749		6,362	3,141	0	16	6	
183 Depreciation expense		3,937		2,048	1,011	0	5	2	
184 Additional Bad Debt expense		0	None	0	0	0	0	0	
185 Additional LIURP expense		0	None	0	0	0	0	0	
186 Taxes other than Income, GRT		83-9		441	212	~	!	~	
187 Operating expenses to recover		17,525		8,851	4,365	0	22	8	
188 Target Return on Rate Base- After taxes		12,078		6,348	3,134	0	16		
189 Income taxes to recover		5,348	44.3%	2,811	1,388	0	7	3	
190 Subtotal- Rev Req before GRT		34,951		18,011	8,887	0	44	17	
191 GRT needed		0		0	0	0	0	0	
<b>192 TOTAL REVENUE REQUIREMENT</b>		34,951		18,011	8,887	0	44	17	

Future Test Year Ended December 31, 2008 (\$000s)

DISTRIBUTION COMMODITY Class Allocation

Account Description	Account Code	DISTRIBUTION COMMODITY		Mtr	Veh	Inter	Interruptible	Temperature	Trans Firm	Trans Inter	City Gate	
		Dollars	Allocator									Rate MV-I
<b>SUMMARY</b>												
169 Gas revenues		23,633				1		258	645	1,047		
170 Operating expenses		12,749				0	22	146	702	2,352	2	
171 Depreciation Expense		3,937				0	7	47	226	590	1	
172 Taxes other than Income, GRT		83	~9				!	~	4	130	~	
173 Total Other Expenses		17,525				0	30	201	972	3,073	3	
174 Income tax expense		428				0	(2)	4	(23)	(142)	(0)	
175 Gross receipts tax expense												
176 Total expenses		17,953				0	28	205	950	2,931	2	
177 NET INCOME at Present Rates		5,680				0	(28)	53	(305)	(1,884)	(2)	
<b>178 Total Rate Base</b>		<b>136,169</b>				<b>2</b>	<b>243</b>	<b>1,637</b>	<b>7,896</b>	<b>19,218</b>	<b>21</b>	
<b>REVENUE REQUIREMENTS</b>												
180 Target ROR		8.87%				8.87%	8.87%	8.87%	8.87%	8.87%	8.87%	
Using Target for System												
181 Rate Base		136,169					243	1,637	7,896	19,218	21	
182 Operating expenses		12,749				0	22	146	702	2,352	2	
183 Depreciation expense		3,937				0	7	47	226	590	1	
184 Additional Bad Debt expense		0	None			0	0	0	0	0	0	
185 Additional LIURP expense		0	None			0	0	0	0	0	0	
186 Taxes other than Income, GRT		83	~9				!	~	4.5	130	~	
187 Operating expenses to recover		17,525				0	30	201	972	3,073	3	
188 Target Return on Rate Base- After taxes		12,078					22	145	700	1,705		
189 Income taxes to recover		5,348	44.3%			o	10	64	310	755	1	
190 Subtotal- Rev Req before GRT		34,951				o	61	411	1,983	5,532	5	
191 GRT needed		0				o	0	0	0	0	0	
<b>192 TOTAL REVENUE REQUIREMENT</b>		<b>34,951</b>				<b>o</b>	<b>61</b>	<b>411</b>	<b>1,983</b>	<b>5,532</b>	<b>5</b>	