

AGL Resources
Atlanta Gas Light
Chattanooga Gas
Elizabethtown Gas
Elkton Gas
Florida City Gas
Virginia Natural Gas
Sequent Energy Management

800 477 5463 phone
www.chattanoogaagas.com

2207 Olan Mills Drive
Chattanooga TN 37421

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2011 AUG 31 P. 12:22

T.R.A. DOCKET ROOM

August 29, 2011

Chairman Roberson
Tennessee Regulatory Authority
Attention Sharla Dillon
460 James Robertson Parkway
Nashville, TN 37243-0505

11-00148

Re: Chattanooga Gas Company Annual Report of Actual Gas Cost and Applicable
Indices for the twelve months ended June 30, 2010.

Dear Chairman Roberson,

Pursuant to the provisions of the Performance Based Ratemaking Mechanism approved by the Tennessee Regulatory Authority's January 8, 2002 Order in Docket 01-00619, Chattanooga Gas Company (CGC) is filing an original and thirteen copies of the report of actual gas cost and the applicable index cost for each month of the plan year ended June 30, 2011 (Attachment A). As shown on Attachment A, the commodity cost of gas purchased by CGC during the plan year was approximately 0.4463% above the index cost and therefore was within the 1% range as provide in the CGC's tariff.

For the Authority's convenience, spreadsheets showing the volumes of gas, the indices, and the purchase prices for each month and each day are provided as Attachments B & C respectively. Chattanooga Gas Company considers the detailed information on Attachments B & C to be confidential and proprietary. As a result these Attachments are being filed under seal.

Copies of the underlying accounting documents needed for audit are being provided to the Staff.

Should there be any questions, I will be pleased to discuss this filing in further detail. I can be reached at 404 584 4075.

Sincerely,


Archie R. Hickerson

Director-Regulatory Affairs and Planning

C: Ms. Amanda Hwang
Mrs. Pat Murphy



Chattanooga Gas

Summary Sheet

Gas Cost Over (Under) Benchmark

	SONAT	TennZ2	Tenn500leg	Tenn800leg	TennZ1	SONAT	TennZ1 & Z2	TennZ1	SONAT	TennZone 0	TennZone 0	Tenn500L	Tenn800L	Tenn500L Gas Daily Index - Adjusted for Atmos City Gate	SONAT
	(FOM)	(FOM)	(FOM)	(FOM)	(FOM-Norse)	(FOM-Storage)	(FOM-Storage)	(FOM-City Gate)	(Gas Daily)	(Gas Daily)	(Gas Daily - Storage)	(Gas Daily - Storage)	(Gas Daily - Storage & City Gate)	(Gas Daily Index - Adjusted for Atmos City Gate)	
Jul-10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$0.08)	\$0.00	\$0.00	\$0.00	(\$4.78)	\$
Aug-10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3.81	\$0.00	\$0.00	\$0.00	\$0.00	(\$4.74)	\$
Sep-10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$2,984.55)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$
Oct-10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$592.99	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$
Nov-10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(98.00)	\$0.00	\$0.00	\$0.01	\$0.00	\$0.00	\$
Dec-10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$105.20	\$0.00	\$
Jan-11	\$0.00	\$0.00	\$0.00	\$0.00	\$36,550.51	\$0.00	\$0.00	\$0.00	(29.72)	\$0.00	\$0.00	\$19,262.00	\$0.00	\$28,258.16	\$
Feb-11	\$0.00	\$0.00	\$0.00	\$0.00	\$31,796.39	\$0.00	\$0.00	\$0.00	\$21.59	\$0.00	\$0.00	\$0.00	\$0.00	\$13,620.51	\$
Mar-11	\$0.00	\$0.00	\$0.00	\$0.00	\$26,446.17	\$51,283.46	(\$11,339.99)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$
Apr-11	\$0.00	\$0.00	\$0.00	\$0.00	\$42,100.66	\$0.00	\$0.00	\$0.00	(\$11.40)	\$0.01	\$0.00	\$0.00	(325.40)	\$0.00	\$
May-11	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$12.95	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$
Jun-11	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$0.07)	\$0.00	\$19,262.01	\$71.29	\$42,878.67	\$0.00
% Bench	0.0000%	0.0000%	0.0000%	0.0000%	5.8023%	7.1361%	-7.9612%	0.0000%	0.0077%	0.0000%	0.0000%	5.1679%	0.0011%	15.0606%	0.0000
					Nymex plus \$0.35	Fixed Price									

Nymex plus \$0.35	Fixed Price
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