



Chattanooga Gas™

An **AGL Resources** Company

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August 22, 2013

Chairman James Allison
Tennessee Regulatory Authority
c/o Sharla Dillon, Docket Room
460 James Robertson Parkway
Nashville, TN 37243-0505

13-00113

RECEIVED
2013 AUG 22 PM 3:20
T.R.A. DOCKET ROOM

Re: Chattanooga Gas Company Annual Report of Actual Cost of Gas Purchased and Application of the Indices for the twelve months ended June 30, 2013.

Dear Chairman Allison

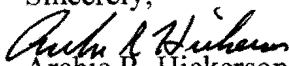
Pursuant to the provisions of the Performance Based Ratemaking Mechanism approved by the Tennessee Regulatory Authority's January 8, 2002 Order in Docket 01-00619, Chattanooga Gas Company (CGC) is filing an original and three copies of the report of actual gas cost and the applicable index cost for each month of the plan year ended June 30, 2013 (Attachment A). As shown on Attachment A, the commodity cost of gas purchased by CGC during the plan year was approximately 0.016% 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 this filing and the underlying accounting documents needed for audit are being provided to the Staff in both hard copy and electronic format.

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: Mr. David Foster

Summary Sheet
Gas Cost Over (Under) Benchmark
July 1, 2012 through June 30, 2013

	SONAT	Tenn/Z0	Tenn/500leg	Tenn/800leg	Tenn/Z1	SONAT	Tenn/Z1 & Z0	Tenn/Z1	SONAT	Tenn/Zone 0	Tenn/Zone 0	Tenn500L	Tenn800L	Tenn500L Tenn500L Gas Daily Index - (Gas Daily - Storage & City Gate)	Adjusted for Atmos Energy Purchase	SONAT (Gas Daily City Gate)
	(FOM)	(FOM)	(FOM)	(FOM)	(FOM-Nora)	(FOM-Storage)	(FOM-Storage)	(FOM-City Gate)	(Gas Daily)	(Gas Daily)	(Gas Daily - Storage)	(Gas Daily - Storage)	(Gas Daily - Storage)	(Gas Daily - Storage & City Gate)	Adjusted for Atmos Energy Purchase	(Gas Daily City Gate)
Jul-11	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$741.28)	\$0.00	\$0.01	(\$3.30)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$ -
Aug-11	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$796.25)	\$0.00	\$0.01	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$ -
Sep-11	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$322.63)	\$0.00	\$0.00	(\$1.14)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$ -
Oct-11	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$443.43)	\$0.00	\$0.00	\$10.04	\$0.00	\$0.00	\$0.00	(\$19.98)	\$0.00	\$ -
Nov-11	\$0.00	\$0.00	\$0.00	\$0.00	\$5,025.44	\$0.00	\$0.00	\$0.00	\$0.00	(\$28.35)	\$0.00	\$0.00	\$0.00	\$24.37	\$0.00	\$ -
Dec-11	\$0.00	\$0.00	\$0.00	\$0.00	\$10,301.07	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$4.85	\$0.00	\$ -
Jan-12	(\$495.36)	\$0.00	\$0.00	\$0.00	\$1,154.99	\$0.00	\$0.00	\$0.00	\$0.01	\$4.18	\$0.00	\$0.00	\$0.00	\$2.53	\$0.00	\$ -
Feb-12	\$0.00	\$0.00	\$0.00	\$0.00	\$1,527.09	\$0.00	\$0.00	\$0.00	\$0.00	(\$1.41)	\$0.00	\$0.00	\$0.00	(\$13.25)	\$0.00	\$ -
Mar-12	\$0.00	\$0.00	\$0.00	\$0.00	\$6,211.66	\$0.00	\$0.00	\$0.00	\$0.01	\$37.32	\$0.00	\$0.00	\$0.00	\$14.62	\$0.00	\$ -
Apr-12	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$0.01)	\$0.00	\$0.00	(\$16.79)	\$0.00	\$0.00	\$0.00	(\$5.71)	\$0.00	\$ -
May-12	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$0.00)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$12.63)	\$0.00	\$ -
Jun-12	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.01	\$0.00	\$0.00	\$23.88	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$ -
	(\$495.36)	\$0.00	\$0.00	\$0.00	\$24,220.25	\$0.00	(\$2,303.68)	\$0.00	\$0.03	\$24.43	\$0.00	\$0.00	\$0.00	(\$5.20)	\$0.00	\$0.00
% Bench	-0.7946%	0.0000%	0.0000%	0.0000%	0.9236%	0.0000%	-0.0332%	0.0000%	0.0000%	0.0012%	0.0000%	0.0000%	0.0013%	0.0000%	0.0000%	0.0000%

Nymex plus \$0.35 Fixed Price

Total CGC Purchase Gas Cost
Total Benchmark Purchase Gas Cost