

BASS
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February 13, 2014

VIA HAND DELIVERY

Executive Director Earl Taylor
c/o Sharla Dillon
Tennessee Regulatory Authority
502 Deaderick Street, Fourth Floor
Nashville, Tennessee 37243

Re: ***In re: Petition of Piedmont Natural Gas Company, Inc. for Approval of an Integrity Management Rider to Its Approved Rate Schedules and Service Regulations***
Docket No. 13-00118

Dear Mr. Taylor:

I am enclosing an original and five (5) copies of Piedmont Natural Gas Company's Monthly Report for the Month Ending December 31, 2013. On December 18, 2013, the Authority approved Piedmont's Integrity Management Rider as proposed in Docket No. 13-00118. Paragraph 7 of Service Schedule 317 requires monthly reports to be filed within 45 days after the end of the month for which the report is being filed. This filing consists of various schedules constituting Piedmont's monthly report for the month ending December 31, 2013.

This material is also being filed today by way of email to the Tennessee Regulatory Authority Docket Manager, Sharla Dillon. Please file the original and four copies of this filing and stamp the additional copy as "filed". Then please return the stamped copies to me by way of our courier.

Should you have any questions concerning this matter, please do not hesitate to contact me at the email address or telephone number listed above.

Sincerely,



David Killion

Enclosures

Piedmont Natural Gas Company, Inc.
Integrity Management Rider Docket No. 13-00118
State of Tennessee

**Cumulative Integrity Management Investment Amount
Actual Integrity Management Investment, by Integrity Project Type**

Line No.	Current Vintage Year: Vintage Year 2				All Vintage Years	
	December 2013 Capital Expenditure ¹	Prior Cumulative Capital Expenditure ²	Cumulative Capital Expenditure as of December 2013 ³	Cumulative Capital Expenditure as of December 2013 ⁶		
TN Direct						
1	\$	6,750.88	\$	51,271.51	\$	3,562,881.39
2	\$	-	\$	-	\$	305.52
3	\$	517,748.36	\$	468,616.50	\$	5,554,907.90
4	\$	4,243,076.04	\$	10,568,661.25	\$	132,563,553.62
5	\$	4,767,575.28	\$	11,088,549.26	\$	141,681,648.43
Joint Property: CO3-State						
6	\$	2,710,804.51	\$	2,445,247.00	\$	46,274,483.97
7	TN % of CO-3 for Current Month ⁴ 17.95%					
8	\$	486,589.41	\$	438,921.84	\$	8,306,269.87
9	\$	5,254,164.69	\$	11,527,471.10	\$	149,987,918.30
10	\$	-	\$	-	\$	32,900,000.00
11	\$	5,254,164.69	\$	11,527,471.10	\$	117,087,918.30

1/ Represents, for the current month, the actual Integrity Management Investment that is subject to this Rider

2/ Represents, as of the prior month, the cumulative Integrity Management Investment for the current Vintage Year that is subject to this Rider; this amount is shown in the prior month's report

3/ Represents, for the current Vintage Year through the current month, the cumulative Integrity Management Investment that is subject to this Rider

4/ Represents the TN% of Total Company Gas Plant Excluding Joint Property, which is updated annually

5/ Amount being recovered in existing base rates, per the Relevant Rate Order in Docket 11-00144

6/ Represents, for all Vintage Years through the current month, the cumulative Integrity Management Investment that is subject to this Rider. The cumulative Integrity Management Investment for Vintage Year 1, which captures amounts through 10/31/13, is \$100,306,282.52.

Piedmont Natural Gas Company, Inc.
 Integrity Management Rider Docket No. 13-00118
 State of Tennessee

Detail of Current Month's Integrity Management Investment Amount
Actual Capital Investment for Current Month, by Capital Funding Project

Line No.	Capital Project Type	Funding Project Number	District	Funding Project Description	December 2013
1	CORR-Corrosion Control	FP1733548	17	Nashville Distribution New Coating	\$ 366.56
2	CORR-Corrosion Control	FP1733549	17	Nashville AC Mitigation	\$ 793.74
3	CORR-Corrosion Control	FP1733567	17	Nashville Bridge New Coating-Dist	\$ 5,227.47
4	CORR-Corrosion Control	FP1733568	17	Nashville Bridge New Coating-Trans	\$ 363.11
5	DIMP-Distribution Integrity	FP1733603	17	Hogan Road - Main Replacement	\$ 65,244.11
6	DIMP-Distribution Integrity	FP1733649	17	Crutcher St - Insertion	\$ 244,450.34
7	DIMP-Distribution Integrity	FP1733667	17	Crockett Rd Stream Crossing	\$ 86,133.88
8	DIMP-Distribution Integrity	FP1733749	17	North 1st St - Replacement	\$ 5,399.11
9	DIMP-Distribution Integrity	FP1733755	17	Wheeler Ave. and Hewlett Dr.	\$ 107,018.07
10	DIMP-Distribution Integrity	FP1733827	17	Elm Hill Pike Bridge Replaceme	\$ 9,502.85
11	TIMP-Transmission Integrity	FP1733363	17	ILI Retrofit - Line J	\$ 10,864.52
12	TIMP-Transmission Integrity	FP1733365	17	ILI Retrofit - Lines A,B,D	\$ 663.81
13	TIMP-Transmission Integrity	FP1733398	17	South Nashville 20"	\$ 4,305,950.60
14	TIMP-Transmission Integrity	FP1733461	17	Nashville ILI Retrofit Holtsholder	\$ 2,888.34
15	TIMP-Transmission Integrity	FP1733462	17	Nashville ILI Retrofit-Holtsholder2	\$ (155,375.37)
16	TIMP-Transmission Integrity	FP1733463	17	Nashville ILI Retrofit-Bordeau	\$ 78,084.14
17	ISENP-Information Serv Enterprise	FP0026658	00	Work & Asset Management (OASIS)	\$ 2,710,804.51

18 **Grand Total (unallocated)** **\$ 7,478,379.79**

19 subtotal: TN Direct (unallocated) \$ 4,767,575.28

20 subtotal: CO-3 (unallocated) \$ 2,710,804.51

\$ 7,478,379.79

Piedmont Natural Gas Company, Inc.
 Integrity Management Rider Docket No. 13-00118
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Schedule Detailing the Integrity Management Deferred Account Adjustment Recorded for the Month
Calculation of the IM Deferred Account Balance
Amount Due From (To) Customers per GL Account No. 25351

The first IM Deferred Account Adjustment will occur January 2014, which is the first month that IM Adjustment (i.e. billing rate) is in effect.

Line No. Dec-13

1	Beginning Balance	N/A
2	IMR Revenue Recognition	N/A
3	(Collections from IM Adjustment)	N/A
4	Ending Balance Before Interest	N/A
5	Average Balance	N/A
6	Accrued Interest	N/A
7	Ending Balance After Interest	N/A
8	Applicable Annual Interest Rate	N/A
9	Monthly Interest Rate	N/A
10	Actual GL #25351 EOM Balance	N/A
11	Variance	N/A

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General Ledger Support

Integrity Management Deferred Account Adjustment Recorded for the Month

The first IM Deferred Account Adjustment will occur January 2014, which is the first month that IM Adjustment (i.e. billing rate) is in effect. Therefore, there is no general ledger support to provide at this time.

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a copy of the foregoing documents was served upon the parties in this action by electronic mail and by depositing a copy of the same in the United States Mail, First Class Postage Prepaid, addressed as follows:

Joe Shirley
Senior Counsel
Office of the Attorney General
Consumer Advocate and Protection Division
Post Office Box 20207
Nashville, Tennessee 37202
joe.shirley@ag.tn.gov

This the 13th day of February, 2014.


