

August 29, 2018
Ms. Robin Morrison, Chairman
c/o Sharla Dillon – Docket Room
Tennessee Public Utility Commission
502 Deaderick Street, 4th Floor
Nashville, TN 37243

18-00094

Re: Piedmont Natural Gas Company, Inc., Performance Incentive Plan Report for the period July 1, 2017 – June 30, 2018

Dear Chairman Morrison:

In accordance with the reporting provisions of Service Schedule No. 316, Performance Incentive Plan, ("Plan"), Piedmont Natural Gas Company, Inc. ("Company"), submits the accompanying annual report of shared gas cost savings for the period July 1, 2017 through June 30, 2018.

As the enclosed Gain/Loss Summary page indicates the annual accumulated total gains and savings under the Plan total \$4,202,470. Under the Plan's sharing formula, \$3,151,853 of these gains and savings is allocated to the Company's Tennessee ratepayers. The remaining \$1,050,617 is reflected as the Company's share. Detailed calculations supporting the amounts shown on the Gain/Loss Summary page are provided in this filing. Please note that all enclosures provided in this filing, with the exception of the Gain/Loss Summary page itself, contain CONFIDENTIAL INFORMATION.

Should you need any additional information or have any questions please contact me at (704) 731-4560.

Sincerely,

Jenny Furr

Manager, Regulatory Reporting

cc: Michelle Ramsey Pia Powers Bruce Barkley Jim Jeffries