BUTLER SNOW

July 29, 2022

Chairman Herb Hilliard ATTN: Ectory Lawless, Docket Clerk Tennessee Public Utility Commission 502 Deaderick Street, 4th Floor Nashville, TN 37243 Electronically Filed in TPUC Docket Room on July 29, 2022 at 4:58 p.m.

Re:

Chattanooga Gas Company's Petition for Approval of Its 2021 Annual

Rate Review Filing Pursuant to T.C.A. § 65-5-103(d)(6)

Docket No. 22-00032

Dear Chairman Hilliard:

Pursuant to TPUC rule 1220-4-1-.05, Chattanooga Gas Company ("GCG") has caused the enclosed legal notice of its proposed rate change to be published on July 28, 2022 in the Chattanooga Times Free Press and the Cleveland Daily Banner. Notice has also been posted at the Company's business office at 2207 Olan Mills Drive, Chattanooga, Tennessee 37421 on July 29, 2022.

Enclosed are the original and four copies of the legal notice. The copies have been reduced in size from the original publication.

Please do not hesitate to contact me if you have any questions or concerns.

Yours truly,

Butler Snow LLP

J.W. Luna

JWL/cb Enclosures

Cleveland Daily Banner 1505 25th St., NW, P.O. Box 3600, Cleveland, TN 37320

| STATE | OF TENNESS | EE, COUNTY OF BRADLEY | | | |
|---|--------------------------------------|------------------------|--|--|--|
| Heather Brown having first duly sworn, makes oath that she is Legal Clerk of the Cleveland Daily Banner, a daily newspaper published in Bradley County and of general circulation therein, and that the following is a true copy of the legal notice which has been published 1_ times in said newspaper and online at www.clevelandbanner.com and www.tnpublicnotice.com on the following dates, to wit: Chatt. Gas rates ad#48817 Display 3"x 21.5" July 28, 2022 | | | | | |
| and that there X_ is due has been paid the said Cleveland Daily Banner for such publication the sum of | | | | | |
| Six hundred fifty one dollars and 45/100 | | | | | |
| \$ <u></u> 651 | .45 | | | | |
| This publication fully complies with Tennessee Code Annotated 1-3-120. Legal Clerk | | | | | |
| | ř. | | | | |
| Sworn to and subscribed before me this _28th day of | | | | | |
| July 20 | 22. | Notary Public Carylor | | | |
| and the second | IND | My Commission expires: | | | |
| TAYLOR | NOTARY NOTARY PUBLIC PUBLIC | 12-10-25 | | | |

See attached

LEGAL NOTICE

Notice is hereby given that pursuant to its existing Annual Review Mechanism (ARM), Chattanooga Gas Company (the Company) filed a petition with the Tennessee Public Utility Commission (TPUC) on April 20, 2022, in Docket 22-00032, proposing to change its rates for natural gas service now in effect. Any rate changes are subject to the approval of TPUC. TPUC may adopt, reject, increase, or decrease any of the rate changes in part or in whole. A complete copy of the Company's proposed rate changes are on file with TPUC and are available for public inspection. A complete copy is also available in the Company's local office. The Company's filing is made in accordance with the procedures for its ARM approved by the TPUC. With the voluntary four-year cap on the annual base rates increase, as approved by the TPUC in 2021, the average residential customer would see a rate increase of approximately \$4,20 per month. The Company's proposed rate impact on the average small commercial and industrial general service customer would be an increase of approximately \$8.89 per month. New rates are proposed to be effectively on September 1, 2022. This matter is set for hearing August 8, 2022, beginning at 9:00 A.M. Central time or as soon thereafter as it may be heard in the TPUC Hearing Room on the ground floor of the Andrew Jackson State Office Building, 500 Deaderick Street, Nashville, Tennessee. The Company's current and proposed rates are as set out in the chart below, along with the rates otherwise required by the ARM, and do not include gas cost that is recovered through the Purchase Gas Adjustment. If the current proposed rates for service are adopted by TPUC on August 8, then the average Chattanooga Gas residential customer may expect to see an average total bill for the upcoming winter months as follows: December 2022 of \$125.56 as compared to December 2021 of \$100.74; January 2023 of \$167.05 as compared to January 2022 of \$133.47; and February 2023 of \$158.54 as compared to February 2022 of \$121.54. Current natural gas costs reflect the impact of supply constraints and higher demand this winter heating season. Chattanooga Gas does not profit from these increased costs and instead passes on the market cost directly to customers. The current per term price customers pay for natural gas delivered by Chattanooga Gas comprises approximately 70% of a typical residential customer's bill due to economic factors that have affected the commodity's market price.

This notice is made pursuant to TPUC Rule 1220-04-01-.05.

Chattanooga Gas Company
Annual Review Mechanism ("ARM")
Current and Proposed Rates by Rate Schedule
Docket 22-00032

| | Docket 22-00032 | | |
|-----------------------------------|------------------------------|-----------------------|------------------------|
| | | CURRENT BASE RATES | PROPOSED BASE RATES |
| R-1 | WINTER (NOV - APR) | | |
| Residential | Base Use Charge/Bill | \$ 22.60 | \$25.90 |
| General Service | Commodity Charge/Therm | \$ 0.15465 | \$ 0.17787 |
| | SUMMER (MAY - OCT) | | |
| | Base Use Charge/Bill | \$18.70 | \$21.40 |
| | Commodity Charge/Therm | \$0.15465 | \$0.17787 |
| Non-Metered Gas Light | 18 Therm per Light per Month | \$0.15465 | \$0.17787 |
| R-4 | WINTER (NOV - APR) | | |
| Multi-Family | Base Use Charge/Unit | \$8.30 | \$9.50 |
| Housing Service | Commodity Charge/Therm | \$0.29085 | \$ 0.33351 |
| | SUMMER (MAY - OCT) | | |
| | Base Use Charge/Bill | \$8.30 | \$9.50 |
| | Commodity Charge/Therm | \$ 0.25855 | \$ 0.29647 |
| Air Conditioning | SUMMER (MAY - OCT) | | |
| | Flat Rate / Them | \$0.05234 | \$0.06000 |
| C-1 | WINTER (NOV - APR) | | |
| Commercial & Industrial | Base Use Charge/Bill | \$41.60 | \$47.70 |
| General Service | Flat Rate / Therms | \$0.24807 | \$0.28445 |
| | SUMMER (MAY - OCT) | | |
| | Base Use Charge/Bill | \$35.80 | \$41.10 |
| | Flat Rate / Therms | \$0.19477 | \$0.22334 |
| Non-Metered Gas Light (C-1 & C-2) | WINTER (NOV - APR) | | |
| | 18 Therm per Light per Month | \$0.24807 | \$0.28445 |
| | SUMMER (MAY - OCT) | | |
| | 18 Therm per Light per Month | \$0.19477 | \$0.22334 |
| Air Conditioning | SUMMER (MAY - OCT) | | |
| | Flat Rate / Therm | \$0.05234 | \$0.06000 |

| ir Conditioning | SUMMER (MAY - OCT) | | |
|--|--|-----------------------|----------------------|
| e de la companie de l | Flat Rate / Therm | \$0.05234 | \$0.06000 |
| :-2 | | | |
| itedium Commercial | WINTER (NOV - APR) | | \$114.90 |
| nd Industrial General | Base Use Charge/Bill | \$100.20 \$0.25114 | \$0,28842 |
| iervice | First 3,000 Therms Next 2,000 Therms | \$0.22924 | \$0.26331 |
| | Next 10,000 Therms | \$0.22330 | \$0,25650 |
| | Over 15,000 Therms | \$0.11553 | \$0.13292 |
| | | | |
| | SUMMER (MAY - OCT) Base Use Charge/Bill | \$100.20 | \$114.90 |
| | First 3,000 Therms | \$0.19719 | \$0.22656 |
| | Next 2,000 Therms | \$0.15654 | \$0.17995 |
| | Next 10,000 Therms | \$0.14594 | \$0.16779 |
| | Over 15,000 Therms | \$0.11551 | \$0.13290 |
| | SUMMER MAY OCT | | |
| Air Conditioning | SUMMER (MAY - OCT) Flat Rate / Therm | \$0.05234 | \$0.06000 |
| | | | |
| Demand Charge | Rate per Unit of Billing Demand Per Dth | \$8.40 | \$9.60 |
| | | | |
| F-1 | Base Use Charge | \$400.80 | \$459.60 \$9.80 |
| Large Volume | Demand Charge / Demand Unit | \$8.40 | \$9.60 |
| Firm Service | Commodity Charge / Dth | \$1.0798 | \$1.2380 |
| | First 1,500 Dths | \$0.9222 | \$1.0570 |
| | Next 2,500 Dths Next 11,000 Dths | \$0,5234 | \$0.6000 |
| | Over 15,000 Dths | \$0.3223 | \$0.3700 |
| | | | |
| L1 | Base Use Charge | \$400.80 | \$459.60 |
| Interruptible Service | Commodity Charge/Dth | | |
| | First 1,500 Dths | \$1.0798 | \$1.2380 |
| | Next 2,500 Dths | \$0.9222 | \$1.0570 |
| | Next 11,000 Dths | \$0.5234 | \$0.6000 |
| | Over 15,000 Dths | \$0.3223 | \$0.3700 |
| | | | |
| T-4 | Customer Charge | \$400.80 | \$459.60 |
| Interruptible Transportation | Transportation Charge/Dth | \$1.0798 | \$1.2380 |
| Service | First 1,500 Dths Next 2,500 Dths | \$0.9222 | \$1.0570 |
| | Next 11,000 Dths | \$0.5234 | \$0.6000 |
| | Over 15,000 Dths | \$0,3223 | \$0,3700 |
| | | \$1.8000 | \$2.1000 |
| | System Capacity Charge/Dth | \$1.5000 | |
| T-2 | Customer Charge | \$400.80 | \$459.60 |
| Interruptible Transportation | Demand Charge/Demand Unit | \$8.40 | \$9.60 |
| Service with Firm Backup | Transportation Charge/Dth | | |
| | First 1,500 Dths | \$1.0798 | \$1.2380 |
| | Next 2,500 Dths | \$0.9222 | \$1.0570 \$0.6000 |
| | Next 11,000 Dths Over 15,000 Dths | \$0.5234 \$0.3223 | \$0.370 |
| | Vidi (S) | | |
| T-3 | WINTER (NOV - APR) | \$100.20 | \$114.9 |
| Low Volume Transport | Base Use Charge/Bill | \$100.20 \$0.25114 | \$0.2884 |
| General Service | First 3,000 Therms Next 2,000 Therms | \$0.22924 | \$0.2633 |
| | Next 10,000 Therms | \$0.22330 | \$0.2565 |
| | Over 15,000 Therms | \$0.11553 | \$0.1329 |
| | SUMMER (MAY - OCT) | | |
| | Base Use Charge/Bill | \$100.20 | \$114.9 |
| | First 3,000 Therms | \$0.19719 | \$0.2265 |
| | Next 2,000 Therms | \$0.15654 | \$0.1799 |
| | Next 10,000 Therms | \$0.14594 | \$0.1677 |
| | Over 15,000 Therms | \$0.11551 | \$0.1329 |
| Demand Charge | Rate per Unit of Billing Demand | | |
| Politicia Augusta | Per Dth | \$8.40 | \$9.6 |



Account #: STSCG

Company #: SOUTHERN COMPAN

Ad number #: 239197

PO #:
Note:

AFFIDAVIT • STATE OF TENNESSEE • HAMILTON COUNTY

Before me personally appeared Jim Stevens, who being duly sworn that he is the Legal Sales Representative of the CHATTANOOGA TIMES FREE PRESS, and that the Legal Ad of which the attached is a true copy, has been published in the above named newspaper and on the corresponding newspaper website on the following dates, to-wit:

TFP Times Free Press 07/28/22; TFP TimesFreePress.com 07/28/22

And that there is due or has been paid the CHATTANOOGA TIMES FREE PRESS for publication the sum of \$2,400.40. (Includes \$10.00 Affidavit Charge).

Sworn to and subscribed before me this date:28th day of July, 2022

My Commission Expires 02/28/2023

Sammie K. Thompson-Kilgore



> 400 EAST 11TH ST CHATTANOOGA, TN 37403

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Notice is hereby given that pursuant to its existing Annual Review Mechanism (ARM), Chattanooga Gas Company (the Company) filed a petition with the Tennessee Public Utility Commission (TPUC) on April 20, 2022, in Docket 22-00032, proposing to change its rates for natural gas service now in effect. Any rate changes are subject to the approval of TPUC. TPUC may adopt, reject, increase, or decrease any of the rate changes in part or in whole. A complete copy of the Company's proposed rate changes are on file with TPUC and are available for public inspection. A complete copy is also available in the Company's local office. The Company's filing is made in accordance with the procedures for its ARM approved by the TPUC. With the voluntary four-year cap on the annual base rates increase, as approved by the TPUC in 2021, the average residential customer would see a rate increase of approximately \$4.20 per month. The Company's proposed rate impact on the average small commercial and industrial general service customer would be an increase of approximately \$8.89 per month. New rates are proposed to be effectively on September 1, 2022. This matter is set for hearing August 8, 2022, beginning at 9:00 A.M. Central time or as soon thereafter as it may be heard in the TPUC Hearing Room on the ground floor of the Andrew Jackson State Office Building, 500 Deaderick Street, Nashville, Tennessee. The Company's current and proposed rates are as set out in the chart below, along with the rates otherwise required by the ARM, and do not include gas cost that is recovered through the Purchase Gas Adjustment. If the current proposed rates for service are adopted by TPUC on August 8, then the average Chattanooga Gas residential customer may expect to see an average total bill for the upcoming winter months as follows: December 2022 of \$133.47; and February 2023 of \$158.54 as compared to February 2023 of \$167.05 as compared to January 2022 of \$133.47; and February 2023 of \$158.54 as compared to February 2023 of \$167.05 as compared to Jan This notice is made pursuant to TPUC Rule 1220-04-01-.05. Chattanooga Gas Company

Annual Review Mechanism ("ARM")

Current and Proposed Rates by Rate Schedule

Docket 22-00032

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|---|--|------------------------|------------------------|
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| Residential | Base Use Charge/Bill | \$22.60 | \$25.90 |
| General Service | Commodity Charge/Therm SUMMER (MAY - OCT) | \$0.15465 | \$0.17787 |
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| Multi-Family | Base Use Charge/Unit | \$8.30 | \$9.50 |
| Housing Service | Commodity Charge/Therm SUMMER (MAY - OCT) | \$0.29085 | \$0.33351 |
| | Base Use Charge/Bill | \$8.30 | \$9.50 |
| | Commodity Charge/Therm | \$0.25855 | \$0.29647 |
| Air Conditioning | SUMMER (MAY - OCT) | | |
| | Flat Rate/Therm | \$0.05234 | \$0.06000 |
| C-1 Commercial & Indus- | WINTER (NOV - APR) | | |
| trial | Base Use Charge/Bill | \$41.60 | \$47.70 |
| General Service | Flat Rate/Therms | \$0.24807 | \$0.28445 |
| | SUMMER (MAY - OCT) | | |
| | Base Use Charge/Bill Flat Rate/Therms | \$35.80 | \$41.10 |
| Non-Metered Gas Light | | \$0.19477 | \$0.22334 |
| (C-1 & C-2) | WINTER (NOV - APR) | | |
| | 18 Therm per Light per Month | \$0.24807 | \$0.28445 |
| | SUMMER (MAY - OCT) | *= - | 4 |
| Air Conditioning | 18 Therm per Light per Month | \$0.19477 | \$0.22334 |
| Air Conditioning | SUMMER (MAY - OCT) Flat Rate/Therm | \$0.05234 | \$0.06000 |
| C-2 | | | 70.00000 |
| Medium Commercial & Industrial General | WINTER (NOV - APR) | | |
| & Industrial General Service | WINTER (NOV - APR) | | |
| | Base Use Charge/Bill | \$100.20 | \$114.90 |
| | First 3,000 Therms | \$0.25114 | \$0.28842 |
| | Next 1,000 Therms | \$0.22924 \$0.22330 | \$0.26331 \$0.25650 |
| | Next 10,000 Therms Over 15,000 Therms | \$0.22330 | \$0.23030 |
| | SUMMER (MAY - OCT) | \$0.11555 | 70.13232 |
| | Base Use Charge/Bill | \$100.20 | \$114.90 |
| | First 3,000 Therms | \$0.19719 | \$0.22656 |
| | Next 2,000 Therms | \$0.15654 | \$0.17995 |
| | Next 10,000 Therms | \$0.14594 | \$0.16779 |
| A. C. 197 | Over 15,000 Therms | \$0.11551 | \$0.13290 |
| Air Conditioning | SUMMER (MAY - OCT) Flat Rate/Therm | \$0.05234 | \$0.06000 |
| | Rate per Unit of Billing | | |
| Demand Charge | Demand Per Dth | \$8.40 | \$9.60 |
| F-1 | Base Use Charge | \$400.80 | \$459.60 |
| Large Volume Firm Service | Demand Charge/Demand Unit Commodity Charge/Dth | \$8.40 | \$9.60 |
| i iiii Sei vice | First 1,500 Dths | \$1.0798 | \$1.2380 |
| | Next 2,500 Dths | \$0.9222 | \$1.0570 |
| | Next 11,000 Dths | \$0.5234 | \$0.6000 |
| | Over 15,000 Dths | \$0.3223 | \$0.3700 |
| I-1 | Base Use Charge | \$400.80 | \$459.60 |
| Interruptible Service | Commodity Charge/Dth | 44.0700 | 44.000 |
| | First 1,500 Dths | \$1.0798 \$0.9222 | \$1.2380 \$1.0570 |
| | Next 2,500 Dths Next 11,000 Dths | \$0.9222 | \$1.0570 |
| | Over 15,000 Dths | \$0.3234 | \$0.8000 |
| T-1 | Customer Charge | \$400.80 | \$459.60 |
| Interruptible | Transportation Charge/Dth | | |
| Transportation Service | First 1,500 Dths | \$1.0798 | \$1.2380 |
| | Next 2,500 Dths | \$1.0798 | \$1.2380 |
| | Next 11,000 Dths | \$0.5234 | \$0.6000 |
| | Over 15,000 Dths | \$0.3223 | \$0.3700 |
| | System Capacity Charge/Dth | \$1.8000 | \$2.1000 |
| T-2 | Customer Charge | \$400.80 | \$459.60 |
| Interruptible Transportation Service with Firm Backup | Demand Charge/Demand Unit | \$8.40 | \$9.60 |
| | Transportation Charge/Dth | | - |
| | First 1,500 Dths | \$1.0798 | \$1.2380 |
| | Next 2,500 Dths Next 11,000 Dths | \$0.9222 \$0.5234 | \$1.0570 \$0.6000 |
| | Over 15,000 Dths | \$0.3234 | \$0.8000 |
| T-3 | WINTER (NOV - APR) | | |
| Low Volume Transport | Base Use Charge/Bill | \$100.20 | \$114.90 |
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| | SUMMER (MAY - OCT) Rase Use Charge/Bill | \$100.20 | \$114.9 |
| | Base Use Charge/Bill First 3,000 Therms | \$100.20 \$0.19719 | \$114.90 \$0.22656 |
| | Next 2,000 Therms | \$0.19719 \$0.15654 | \$0.22656 \$0.17995 |
| | Next 10,000 Therms | \$0.14594 | \$0.16779 |
| | Over 15,000 Therms | \$0.11551 | \$0.13290 |
| Demand Charge | Rate per Unit of Billing Demand Per Dth | \$8.40 | \$9.60 |
| Demand Charac | Llomand User 13th | 70.10 | 77.00 |