

GAZIFERE INC.
CLASSIFICATION OF O&M EXPENSE
December 31, 2016

(THOUSANDS OF DOLLARS)

ITEM NO.	DESCRIPTION	Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	Col. 12	Col. 13	Col. 14	Col. 15	Col. 16	Col. 17	Col. 18	Col. 19	Col. 20	READINGS PROCESSED	
		TOTAL	ANNUAL COMMODITY	SEASONAL	PEAK	ANNUAL	UPSTREAM TRANSPORT	PEAK/ DELIVERABILITY	SPACE	ANNUAL	CAPACITY	COMMODITY	DSM DIRECT	DSM INDIRECT	WEATHER NORMALIZE	METERS	STATIONS	SERVICES	CUST PLNT	RESID.	COM/IND		TOTAL
			GAS COSTS	TRANSMISSION					STORAGE		DISTRIBUTION COSTS				CUSTOMER RELATED INVESTMENTS				NUMBER OF CUSTOMERS				
1.	Gas Purchased	33,774.6	15,710.4	1,174.0	2,481.9	1,458.9	10,299.8	919.0	851.2	-	513.0	366.5	-	-	-	-	-	-	-	-	-	-	-
	DISTRIBUTION COSTS																						
	OPERATING COSTS																						
2.1	Chart Processing	39.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	39.5
2.2	System Ops.	1,296.8	-	-	-	-	-	-	-	-	934.1	-	-	-	-	-	-	-	362.7	-	-	-	-
2.3	Deferral/YFactor Accounts	(471.7)	-	-	-	-	-	-	-	-	-	(50.6)	-	-	(421.0)	-	-	-	-	-	-	-	-
	MAINTENANCE COSTS																						
2.4	Mains	1,519.8	-	-	-	-	-	-	-	-	1,094.8	-	-	-	-	-	-	-	425.0	-	-	-	-
2.	Total Dist. Costs	2,384.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,028.9	(50.6)	0.0	0.0	(421.0)	0.0	0.0	0.0	787.7	0.0	0.0	0.0	39.5
	CUSTOMER SERVICE																						
	OPERATING COSTS																						
3.1	Heating Equip.	471.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	471.7
3.2	Other Service Work	958.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	958.7
3.3	Appliance Insp.	230.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	230.5
3.4	Locks/Unlocks/Exch	957.2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	957.2
	MAINTENANCE COSTS																						
3.5	Service Lines	512.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	512.5	-	-	-	-	-
3.	Total Customer Service	3,130.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	512.5	0.0	0.0	0.0	2,618.1	-
	SALES PROMOTION																						
4.1	Residential	647.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	647.0	-	-	-
4.2	Commercial	602.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	602.0	-	-
4.3	Res./Comm.	0.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.4	General Promotions	88.0	-	-	-	-	-	-	-	-	88.0	-	-	-	-	-	-	-	-	-	-	-	-
4.5	DSM Program	390.5	-	-	-	-	-	-	-	-	-	390.5	-	-	-	-	-	-	-	-	-	-	-
4.6	DSM General	543.0	-	-	-	-	-	-	-	-	-	-	543.0	-	-	-	-	-	-	-	-	-	-
4.7	Deferral/YFactor Accounts	0.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.	Total Promotions	2,270.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	88.0	0.0	390.5	543.0	0.0	0.0	0.0	0.0	0.0	647.0	602.0	0.0	-
	CUSTOMER ACCOUNTING																						
5.1	Billing	3,619.9	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,619.9
5.2	Enquiry	0.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.3	Readings	874.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	874.7
5.4	Credit	798.4	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	798.4
5.5	Uncollectibles	151.4	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	151.4
5.	Total Cust. Acctg.	5,444.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,569.6	874.7
6.	Total O and M	47,004.6	15,710.4	1,174.0	2,481.9	1,458.9	10,299.8	919.0	851.2	0.0	2,630.0	315.9	390.5	543.0	(421.0)	0.0	0.0	512.5	787.7	647.0	602.0	7,187.7	914.2

GAZIFERE INC.
CLASSIFICATION OF GAS COSTS
December 31, 2016

(THOUSANDS OF DOLLARS)

ITEM NO.	Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	
	TOTAL COST	ANNUAL COMMODITY	SEASONAL	PEAK	ANNUAL	UPSTREAM TRANSPORT.	PEAK / DELIVER-ABILITY	SPACE	ANNUAL	CAPACITY	COMMODITY	
1.1	DIST'N (BLOCKS)	2,307.2	-	-	1,384.3	922.9	-	-	-	-	-	
1.2	STORAGE	1,789.9	-	-	-	-	929.2	860.7	-	-	-	
1.3	LOAD BALANCING	11,898.4	-	1,187.1	296.8	-	10,414.5	-	-	-	-	
1.4	FUEL GAS	0.0	-	-	-	-	-	-	-	-	-	
1.5	GAS SUPPLY	15,885.4	15,885.4	-	-	-	-	-	-	-	-	
1.6	NIAGARA GAS	1,380.7	-	-	828.4	552.3	-	-	-	-	-	
1.	TOTAL	33,261.6	15,885.4	1,187.1	2,509.5	1,475.2	10,414.5	929.2	860.7	0.0	0.0	-
2.1	UUF ADJUSTMENT	0.0	(175.0)	(13.1)	(27.7)	(16.3)	(114.8)	(10.2)	(9.5)	0.0	0.0	366.5
2.	SUB-TOTAL	33,261.6	15,710.4	1,174.0	2,481.9	1,458.9	10,299.8	919.0	851.2	0.0	0.0	366.5
3.1	A & G	513.0	-	-	-	-	-	-	-	-	513.0	-
3.	TOTAL	33,774.6	15,710.4	1,174.0	2,481.9	1,458.9	10,299.8	919.0	851.2	0.0	513.0	366.5