

GAZIFERE INC.  
ALLOCATION OF THE COSTS OF SERVICE  
December 31, 2017

(THOUSANDS OF DOLLARS)

ITEM NO.	DESCRIPTION	Col. 1 O&M COSTS	Col. 2 NET INV. COSTS	Col. 3 TOTAL	Col. 4 TARIF 1	Col. 5 TARIF 2	Col. 6 TARIF 3	Col. 7 TARIF 4	Col. 8 TARIF 5	Col. 9 TARIF 9	ALLOCATION FACTOR
<u>GAS COSTS</u>											
1.1	Annual Commodity	12,380.6	68.4	12,448.9	5,597.3	6,521.8	32.3	0.0	0.0	297.6	1.1
1.2	System Gas Sales	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.4
1.	Total Gas Cost	12,380.6	68.4	12,448.9	5,597.3	6,521.8	32.3	0.0	0.0	297.6	
<u>LOAD BALANCING</u>											
<u>TRANSMISSION</u>											
2.1	Seasonal / Interruptible Credit	1,822.2	10.1	1,832.3	824.8	918.8	1.7	0.0	0.0	87.0	3.2
2.1	Peak	2,382.4	13.2	2,395.6	1,107.2	1,197.3	2.4	0.0	88.7	0.0	3.3
2.2	Annual	1,315.1	58.4	1,373.6	578.0	604.4	2.1	0.0	79.3	109.8	1.3
2.3	Upstream Transportation	9,295.4	0.0	9,295.4	3,788.4	3,798.4	18.8	0.0	979.3	710.5	1.6
2.	Total Transmission	14,815.2	81.6	14,896.8	6,298.4	6,518.8	25.0	0.0	1,147.3	907.3	
<u>STORAGE</u>											
3.1	Deliverability	1,199.5	6.6	1,206.1	564.4	633.6	0.3	0.0	7.8	0.0	3.1
3.2	Space	877.0	4.8	881.9	397.0	442.2	0.8	0.0	0.0	41.9	3.2
3.3	Annual	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
3.	Total Storage	2,076.5	11.5	2,088.0	961.4	1,075.8	1.1	0.0	7.8	41.9	
<u>FACILITIES' COSTS</u>											
<u>DISTRIBUTION FACILITIES</u>											
4.1	Capacity	3,007.9	1,731.4	4,739.3	2,111.2	2,279.9	4.7	0.0	175.4	168.1	2.1
4.2	Commodity & UUF Deferral	4.8	1.8	6.6	2.6	2.6	0.0	0.0	0.7	0.7	1.2
4.3	DSM Direct + Fees	851.5	0.0	851.5	373.4	331.8	1.4	0.0	74.7	75.5	
4.4	DSM Indirect + Deferral + SPEDE	162.4	0.0	162.4	103.3	60.3	0.0	0.0	0.0	0.0	1.2
4.5	Weather Normalization Deferral	(2,065.6)	0.0	(2,065.6)	(1,000.5)	(1,059.6)	(5.4)	0.0	0.0	0.0	1.5
4.	Total Distribution	1,960.9	1,733.2	3,694.1	1,590.1	1,614.9	0.7	0.0	250.8	244.3	
<u>CUSTOMER RELATED</u>											
5.1	Meters	0.0	161.2	161.2	37.8	122.3	0.1	0.0	0.2	0.8	4.1
5.2	Sales Stations	0.0	30.8	30.8	27.8	0.0	0.0	0.0	0.2	2.8	4.2
5.3	Services	774.8	2,730.5	3,505.3	273.2	3,220.2	0.4	0.0	0.2	11.2	4.3
5.4	Customer Plant	843.4	585.4	1,428.8	110.4	1,318.1	0.1	0.0	0.0	0.1	4.4
5.5	Comm/Ind. Customers	463.7	0.0	463.7	462.7	0.0	0.4	0.0	0.1	0.4	4.6
5.6	Residential Customers	733.8	0.0	733.8	0.0	733.8	0.0	0.0	0.0	0.0	4.7
5.7	Total Customers	7,257.9	383.4	7,641.3	590.6	7,049.4	0.5	0.0	0.2	0.5	4.5
5.8	Readings Processed	889.2	0.0	889.2	91.1	782.3	6.8	0.0	2.3	6.8	4.8 & 4.9
5.9	GST/QST Revenues	0.0	(3.6)	(3.6)	(1.6)	(1.9)	(0.0)	0.0	0.0	(0.1)	Revenues
5.10	Fonds Casep	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
5.	Total Customer Related	10,962.9	3,887.6	14,850.5	1,592.1	13,224.3	8.4	0.0	3.2	22.7	
6.1	Return	5,620.7	0.0	5,620.7	1,435.2	3,991.3	2.8	0.0	92.9	98.6	5
6.2	Taxes	998.0	0.0	998.0	254.8	708.7	0.5	0.0	16.5	17.5	5
6.	Return and Taxes	6,618.7	0.0	6,618.7	1,690.0	4,700.0	3.3	0.0	109.3	116.0	
7.	Total Facilities	19,542.5	5,620.8	25,163.3	4,872.1	19,539.2	12.3	0.0	363.3	383.0	
8.	Total before Earnings Sharing	48,814.8	5,782.3	54,597.1	17,729.2	33,655.6	70.6	0.0	1,518.5	1,629.7	
9.	Earnings Sharing	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
10.	Total Costs of Service	48,814.8	5,782.3	54,597.1	17,729.2	33,655.6	70.6	0.0	1,518.5	1,629.7	