

GAZIFÈRE INC
CALCULATION OF GAS SUPPLY, LOAD BALANCING AND TRANSPORTATION COSTS BY RATE CLASS

| Item No. | Description | Total | Rate 1 | Rate 2 | Rate 3 | Rate 4 | Rate 5 | Rate 9 |
|------------------------------------------|--------------------------------------------|-----------------|----------------|----------------|--------------|--------------|--------------|--------------|
| GAS SUPPLY ALLOCATION (\$000) | | | | | | | | |
| 1.1 | Annual Commodity - Cost of Service | <u>14,459.2</u> | <u>6,501.2</u> | <u>7,574.9</u> | <u>37.5</u> | 0.0 | 0.0 | <u>345.6</u> |
| 1 | Total Gas Supply - Cost of Service | <u>14,459.2</u> | <u>6,501.2</u> | <u>7,574.9</u> | <u>37.5</u> | 0.0 | 0.0 | <u>345.6</u> |
| 2.1 | Annual Commodity - Return on Rate Base | <u>-22.0</u> | <u>-9.9</u> | <u>-11.5</u> | <u>-0.1</u> | 0.0 | 0.0 | <u>-0.5</u> |
| 2 | Total Gas Supply - Return on Rate Base | <u>-22.0</u> | <u>-9.9</u> | <u>-11.5</u> | <u>-0.1</u> | 0.0 | 0.0 | <u>-0.5</u> |
| 3 | Total Commodity | <u>14,437.3</u> | <u>6,491.4</u> | <u>7,563.4</u> | <u>37.4</u> | 0.0 | 0.0 | <u>345.1</u> |
| LOAD BALANCING ALLOCATION (\$000) | | | | | | | | |
| 4.1 | Transmission - Cost of Service | <u>5,837.9</u> | <u>2,542.6</u> | <u>2,943.3</u> | <u>5.9</u> | 0.0 | <u>224.9</u> | <u>121.2</u> |
| 4.2 | Storage - Cost of Service | <u>2,087.2</u> | <u>961.0</u> | <u>1,075.4</u> | <u>1.1</u> | 0.0 | <u>7.8</u> | <u>41.9</u> |
| 4 | Total Load Balancing - Cost of Service | <u>7,925.1</u> | <u>3,503.6</u> | <u>4,018.7</u> | <u>7.0</u> | 0.0 | <u>232.7</u> | <u>163.1</u> |
| 5.1 | Transmission - Return on Rate Base | <u>-22.6</u> | <u>-9.4</u> | <u>-9.6</u> | <u>0.0</u> | 0.0 | <u>-1.8</u> | <u>-1.8</u> |
| 5.2 | Storage - Return on Rate Base | <u>-3.2</u> | <u>-1.5</u> | <u>-1.6</u> | <u>0.0</u> | 0.0 | <u>0.0</u> | <u>-0.1</u> |
| 5 | Total Load Balancing - Return on Rate Base | <u>-25.8</u> | <u>-10.9</u> | <u>-11.2</u> | <u>0.0</u> | 0.0 | <u>-1.8</u> | <u>-1.9</u> |
| 6 | Total Load Balancing | <u>7,899.3</u> | <u>3,492.8</u> | <u>4,007.5</u> | <u>6.9</u> | 0.0 | <u>230.9</u> | <u>161.2</u> |
| 7 | Transportation | <u>9,302.6</u> | <u>3,791.4</u> | <u>3,801.3</u> | <u>18.8</u> | 0.0 | <u>980.1</u> | <u>711.0</u> |
| UNIT GAS COSTS (Cents/m3) | | | | | | | | |
| 8 | Gas Supply Unit Rate | <u>11.27</u> | <u>11.27</u> | <u>11.27</u> | <u>11.27</u> | <u>11.27</u> | <u>11.27</u> | <u>11.27</u> |
| 9 | Load Balancing Unit Rate | <u>4.65</u> | <u>5.16</u> | <u>5.97</u> | <u>2.09</u> | 0.00 | <u>1.33</u> | <u>0.92</u> |
| 10 | Transportation Unit Rate | <u>5.67</u> | <u>5.67</u> | <u>5.67</u> | <u>5.67</u> | | <u>5.67</u> | <u>5.67</u> |