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October 30, 2009

Ms. Renee Jenkins Secretary Public Utilities Commission of Ohio 180 E. Broad Street, 11th Floor Columbus, OH 43215

> Re: Case No. 09-1009-GA-AIR Piedmont Gas Company

Dear Ms. Jenkins:

On October 27, 2009, Piedmont Gas Company mailed out a pre-filing notice of its intent to file an application for a rate increase for natural gas service. It mailed this pre-filing notice to mayors and council members of all of the cities and villages in its natural gas service area.

On October 28, 2009, I filed a pre-filing notice in this case. Unfortunately, the document that I filed on Wednesday, October 28, did not contain the correct proposed rates for transportation service. The correct version was in fact mailed to mayors and council members.

Please find attached a corrected version of the "Pre-Filing Notice of Piedmont Gas Company of its Intent to File an Application for an Increase in its Rates and Charges for Natural Gas Service". This document should supersede the one that was filed on Wednesday, October 28.

I regret any inconvenience this may have caused.

Thank you for your cooperation.

Sincerely yours,

Stephen M. Haward

Stephen M. Howard Attorneys for Piedmont Gas Company

SMH/jaw

cc: Chris Pirik w/encl. Joe Serio w/encl. This is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business Fechnician ______ Date Processed _// 2/09

BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

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In the Matter of the Application of Piedmont Gas Company for an Increase in its Rates and Charges for Natural Gas Service

Case No. 09-1009- GA-AIR

PRE-FILING NOTICE OF PIEDMONT GAS COMPANY OF ITS INTENT TO FILE AN APPLICATION FOR AN INCREASE IN ITS RATES AND CHARGES FOR NATURAL GAS SERVICE

Piedmont Gas Company ("Piedmont" or "PGC") is a public utility and a natural gas company subject to the jurisdiction of this Commission pursuant to Sections 4905.02 and 4905.03(A)(6), Revised Code. PGC provides natural gas service to approximately 1,700 customers located in Tuscarawas, Coshocton, Harrison, Guernsey, and Holmes Counties, Ohio. All customers have been served pursuant to a tariff established in 1994. Piedmont has never filed a rate increase application.

Pursuant to Chapter 1, Section B of the Commission's Standard Filing Requirements (Rule 4901-7-01 of the Ohio Administrative Code, Appendix) Piedmont hereby submits its prefiling notice ("PFN") of its intent to file an application for an increase in rates and charges for natural gas service to customers throughout its service area. As part of this notice, PGC moves for approval of a test year consisting of the twelve (12) months ended December 31, 2008 and a date certain of December 31, 2008. Pursuant to Chapter 1, Section B of the Standard Filing Requirements, the following exhibits are attached hereto:

- (a) PFN Exhibit 1: statement of notice of intent to file for an Increase in rates the service area to be included in the application; and a proposed test year and date certain;
- (b) PFN Exhibit 2: Listing of the village and the Mayor and legislative authority to whom notices of intent were sent pursuant to Section 4909.43(B), Revised Code;
- (c) PFN Exhibit 3: The proposed rates that are intended to replace or amend the current rates;
- (d) PFN Exhibit 4: Typical bill comparisons for each customer class.

Respectfully submitted,

Stephen M. Howard

Stephen M. Howard Vorys, Sater, Seymour and Pease LLP 52 East Gay Street, P.O. Box 1008 Columbus, Ohio 43216-1008 Tel: (614) 464-5401 Fax: (614) 719-4772 E-mail: <u>smhoward@vssp.com</u>

Attorneys for Piedmont Gas Company

October 9, 2009

To the Mayor of Freeport and the Freeport Village Council Members:

NOTICE OF INTENT OF PIEDMONT GAS COMPANY TO FILE AN APPLICATION FOR AN INCREASE IN RATES AND CHARGES FOR NATURAL GAS SERVICE

Piedmont Gas Company ("Piedmont" or "PGC") intends to file an application with the Public Utilities Commission of Ohio ("PUCO") for an increase in the rates and charges for natural gas service to all customers throughout its service area. PGC's current rates were established in 1994 when its rates were unbundled. The purpose of PGC's rate increase application will be to provide Piedmont with an opportunity to recover the cost of providing service and to earn a fair and reasonable return on its investment in property used to provide such service.

Therefore, in accordance with the requirements of Section 4909.18 and 4909.43(B), Revised Code, Piedmont hereby serves it notice of intent to file an application for an increase in rates and charges for natural gas service with the PUCO. PGC proposes that the test year for the analysis of accounts be the twelve (12) months ending December 31, 2008 and that the date certain for the valuation of its property be established as December 31, 2008. In compliance with Chapter I, Section A of the PUCO's Standard Filing Requirements, the rates to be proposed in the application are attached hereto as Exhibit PFN 3.

Sincerely,

Rick D. Mako President

PIEDMONT GAS COMPANY

List of the Villages and Cities served and the Mayor and Council members upon which the Notice of Intent was served:

Village of Freeport (Harrison County)

Mayor Terry Stine Village of Freeport P.O. Box 176 Freeport, Ohio 43973

April Hart Village of Freeport P.O. Box 176 Freeport, Ohio 43973

Donald Pettay Village of Freeport P.O. Box 176 Freeport, Ohio 43973

Larry Wells Village of Freeport P.O. Box 176 Freeport, Ohio 43973

Marie Karl Village of Freeport P.O. Box 176 Freeport, Ohio 43973

Village of Newcomerstown (Tuscarawas County)

Mayor Steven Guy Village of Newcomerstown 124 West Church Street Newcomerstown, Ohio 43832

Leman Clark Village of Newcomerstown 124 West Church Street Newcomerstown, Ohio 43832 Joyce Tobin Village of Freeport P.O. Box 176 Freeport, Ohio 43973

David Fouts, Jr. Village of Freeport P.O. Box 176 Freeport, Ohio 43973

William Bell Village of Freeport P.O. Box 176 Freeport, Ohio 43973

Clerk/Treasurer Anna Cook Village of Freeport P.O. Box 176 Freeport, Ohio 43973

Derek Hickman Village of Newcomerstown 124 West Church Street Newcomerstown, Ohio 43832

Dave Hickman Village of Newcomerstown 124 West Church Street Newcomerstown, Ohio 43832

Village of Newcomerstown (continued)

Sue Simmons Village of Newcomerstown 124 West Church Street Newcomerstown, Ohio 43832

Earl McCormick 124 West Church Street Newcomerstown, Ohio 43832 Janet Bush Village of Newcomerstown 124 West Church Street Newcomerstown, Ohio 43832

City of Dover (Tuscarawas County)

Mayor Richard Homrighausen City of Dover 110 East Third Street Dover, Ohio 44622

President Roy Crawford City of Dover 110 East Third Street Dover, Ohio 44622

J. Marc Cappell City of Dover 110 East Third Street Dover, Ohio 44622

Donald Maurer City of Dover 110 East Third Street Dover, Ohio 44622

Sandy Moss City of Dover 110 East Third Street Dover, Ohio 44622 Shane Gunnoe City of Dover 110 East Third Street Dover, Ohio 44622

Tim Tarulli City of Dover 110 East Third Street Dover, Ohio 44622

Greg Bair City of Dover 110 East Third Street Dover, Ohio 44622

Robert Mueller City of Dover 110 East Third Street Dover, Ohio 44622

Village of Strasburg (Tuscarawas County)

Mayor John Bitikofer Strasburg Village Office 358 Fifth Street SW Strasburg, Ohio 44680

President Bill Harstine Strasburg Village Office 358 Fifth Street SW Strasburg, Ohio 44680

Lewis Dreher Strasburg Village Office 358 Fifth Street SW Strasburg, Ohio 44680

Dave Jones Strasburg Village Office 358 Fifth Street SW Strasburg, Ohio 44680

Village of Sugarcreek

Mayor Jeremiah Johnson Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681

Linda Wilson Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681

Arlen Hostetler Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681

Craig Morris Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681 Bruce Metzger Strasburg Village Office 358 Fifth Street SW Strasburg, Ohio 44680

Steve Smith Strasburg Village Office 358 Fifth Street SW Strasburg, Ohio 44680

Dean Shutt Strasburg Village Office 358 Fifth Street SW Strasburg, Ohio 44680

Jacqueline Agler Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681

Jeff Schrock Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681

Tim Brown Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681

Clerk/Treasurer Becky Crilow Village of Sugarcreek 410 South Broadway Sugarcreek, Ohio 44681

City of New Philadelphia (Tuscarawas County)

Mayor Mike Taylor City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

Jim Locker City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

Colleen Espenscheid City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

Robert Conner City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

Winnie Walker City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663 Joel Day City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

Darrin Lautenschleger City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

Sandy Cox City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

Service Director James Zucal City of New Philadelphia 150 East High Avenue New Philadelphia, Ohio 44663

PFN EXHIBIT 3

PIEDMONT GAS COMPANY PROPOSED DISTRIBUTION RATE SCHEDULES FOR ALL CUSTOMERS

1	Monthly Customer Service Charge	\$ \$		per month for residential customers per month for non-residential customers
2	Volumetric Charges	\$	2.46 1.85 1.05 .93	1
3	Returned Check Charge	\$	30.00	
4	Credit Check Processing Charge	\$		
5	Field Collection Fee	\$	25.00	
6	New Service Tap Charge	\$	550.00	for a single family
7	Reconnection Charge	\$	30.00	
8	Uncollectable Expense Rider	\$.10 pe	er Mcf
9	Gross Receipts Tax Rider	4.	.9252%	
10	Mcf Excise Tax Rider	\$ \$ \$		per Mcf for the first 100 Mcf per month per Mcf for the next 1,900 Mcf per month for all gas above 2,000 Mcf per month
	Flex Customer	\$.0200	
11 Percenta ge of Income Payment Plan Rider (PIPP)		\$.01 per	Mcf
12.	Transportation Service	\$ \$ \$	2.15 1.57 1.20 0.70	per Mcf for the first 150 Mcf per month per Mcf for the next 500 Mcf per month per Mcf for the next 1000 Mcf per month per Mcf for all gas transported over 1650 Mcf per month

PFN EXHIBIT 4

PIEDMONT GAS COMPANY CASE NO. 06- -GA-AIR TYPICAL DISTRIBUTION BILL COMPARISON

Total	%	Increase	52.34%	36.19%	23.49%	20.43%	18.63%	17.97%	17.64%	17.43%	17.31%	17.01%	16.63%	17.00%
	Dollar	Increase	\$5.49	6.93	12.62	19.82	34.21	48.56	62.92	77.27	114.16	149.06	349.13	694.23
Proposed	Bill Incl.	GCR	\$10.49	19.15	53.72	97.02	183.61	270.16	356.72	443.28	659.67	876.07	2,099.15	4,084.28
Current Bill	Incl. GCR		\$5.00	12.22	41.10	77.20	149.40	211.60	293.80	366.01	545.51	727.01	1,750.03	3,390.05
GCR	Additions to	Bill	\$5.5201	5.5201	5.5201	5.5201	5.5201	5.5201	5.5201	5.5201	5.5201	5.5201	5.5201	5.5201
Base Rate	%	Increase	.6938	.6938	6938.	.6938	.6938	.6938	.6938	.6938	6938.	.6938	6938.	6938
	Dollar	Increase	\$5.49	6.66	11.26	17.10	28.77	40.40	52.04	63.68	93.77	121.87	281.16	558.29
	Proposed	Bill	\$10.49	13.36	24.76	39.10	67.77	96.40	125.04	153.68	225.27	296.87	651.16	1188.29
	Current	Bill	\$ 5.00	6.70	13.50	22.00	39.00	56.00	73.00	90.00	131.50	175.00	390.00	715.00
Level of	Volume	Mct/Month	0	1	5	10	20	30	40	50	75	100	250	500
	Rate	Code												
	Line	No.	1	7	ŝ	4	S.	6	7	8	6	10	11	12

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