

June 15, 2007

The Public Utilities Commission of Ohio Energy and Water Division 180 East Broad Street Columbus, Ohio 43215

Re: Case No. 07-221-GA-GCR

Gentlemen:

In accordance with the Public Utilities Commission of Ohio's (Commission) Entry of October 18, 1979 in Case No. 79-1171-GA-COI; amendments to Rule 4901:1-14, O.A.C approved by the Commission in its Entry on Rehearing issued May 12, 2004 in Case No. 03-1384-GA-ORD and Entry of December 12, 2004 in Case No. 04-1916-GA-UNC, Columbia Gas of Ohio (Columbia) hereby submits for filing its monthly Gas Cost Recovery (GCR) rate filing. This GCR filing provides for a decrease in rates of \$.1620 per Mcf (sixteen and twenty hundredths cents per 1,000 cubic feet) from Columbia's current billing rates. This adjustment is based on a GCR rate of \$10.0463 per 1,000 (one thousand) cubic feet.

Pursuant to the above-referenced rule this filing reflects the use of normalized volumes for the period twelve months ending April 30, 2008 and the use of demand and commodity rates projected to be in effect during the period the new gas cost recovery rate will be in effect.

Further, commodity rates used in the development of this filing were determined through the use of most recent 5-day average of NYMEX rates available at time of filing. This treatment includes the pricing of gas stored underground at the projected Weighted Average Commodity Cost of Gas (WACOG) rate for the affected calendar year to better align storage pricing for GCR purposes with Columbia's books, which recognize storage priced at the actual WACOG commodity rate for the calendar year.

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This adjustment will be printed on each customer's bill commencing June 29, 2007 and will remain in effect through July 30, 2007.

Very truly yours,

/s/ Larry W. Martin

Larry W. Martin. Director Regulatory Policy

Enclosures