**CAPITAL EXPENDITURE PROGRAM RIDER**

**APPLICABILITY**

The Capital Expenditure Program (“CEP”) Rider is applicable to any Customer served under the Rate Schedules identified below.

* Rate 310 - Residential Default Sales Service
* Rate 311 - Residential Standard Choice Offer Service
* Rate 315 - Residential Transportation Service
* Rate 320 - General Default Sales Service
* Rate 321 - General Standard Choice Offer Service
* Rate 325 - General Transportation Service
* Rate 345 - Large General Transportation Service
* Rate 360 - Large Volume Transportation Service

**DESCRIPTION**

The CEP will recover deferred costs, including depreciation and property tax expense and accrued post-in-service carrying costs, associated with Company’s capital expenditure program under Ohio Revised Code 4929.111, approved by the Commission in Case No. 18-0049-GA-ALT. All applicable Customers shall be assessed either (a) a monthly charge in addition to the Monthly Charge or Customer Charge component of their applicable Rate Schedule, or (b) a volumetric charge applicable to each Billing Ccf of metered gas usage each month.

Actual costs and actual recoveries are reconciled in each annual CEP update, with any under- or over-recovery being recovered or returned over the next twelve (12) month period.

**RECONCILIATION**

The CEP Rider is subject to reconciliation or adjustment annually, including but not limited to, increases or refunds. Such reconciliation or adjustment shall be limited to: (1) the twelve-month period of expenditures upon which the rates were calculated, if determined to be unlawful, unreasonable, or imprudent by the Commission in the docket those rates were approved or the Supreme Court of Ohio; (2) the Commission’s orders in Case No. 18-47-AU-COI or any case ordered by the Commission to address tax reform changes.

**CAPITAL EXPENDITURE PROGRAM RIDER CHARGE**

The charges for the respective Rate Schedules are:

|  |  |  |
| --- | --- | --- |
| **Rate Schedule** | **$ Per Month** | **$ Per Billing Ccf** |
| 310, 311 and 315 | $0.40 |  |
| 320, 321 and 325 (Group 1) | $0.51 |  |
| 320, 321 and 325 (Group 2 and 3) |  | $0.00277 |
| 345 |  | $0.00118 |
| 360 |  | $0.00052 |
|  |  |  |