



Duke Energy
139 E. Fourth Street
Cincinnati, OH 45202

January 11, 2017

Public Utilities Commission of Ohio
ATTN: Docketing Division
11th Floor
180 East Broad Street
Columbus, Ohio 43215-3793

Docketing Division:

Enclosed for filing is the Duke Energy Ohio ("Duke") gas cost recovery (GCR) report, as required by Section 4901:1-14, O.A.C., for the month commencing February 2017. This filing is based on supplier tariff rates expected to be in effect on February 1, 2017 and the NYMEX close of January 9, 2017 for the month of February 2017.

Duke's GCR rate effective February 2017 is \$4.790 per MCF, which represents a decrease of \$0.213 per MCF from the current GCR rate in effect for January 2017.

Very truly yours,

A handwritten signature in cursive script that reads 'Dana Patten'.

Dana Patten

Enclosure

cc: Mr. Robert Clark
L. Schmidt

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COMPANY NAME: DUKE ENERGY OHIO
GAS COST RECOVERY RATE CALCULATIONS
SUPPLEMENTAL MONTHLY REPORT

PARTICULARS	UNIT	AMOUNT
EXPECTED GAS COST (EGC)	\$/MCF	4.536000
SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT (RA)	\$/MCF	0.000000
ACTUAL ADJUSTMENT (AA)	\$/MCF	0.254000
GAS COST RECOVERY RATE (GCR) = EGC + RA + AA	\$/MCF	<u>4.790000</u>

GAS COST RECOVERY RATE EFFECTIVE DATES: February 1, 2017 THROUGH March 1, 2017

EXPECTED GAS COST CALCULATION

DESCRIPTION	UNIT	AMOUNT
TOTAL EXPECTED GAS COST COMPONENT (EGC)	\$/MCF	4.536000

SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
CURRENT QUARTERLY SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000000
PREVIOUS QUARTERLY REPORTED SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000000
SECOND PREVIOUS QUARTERLY REPORTED SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000000
THIRD PREVIOUS QUARTERLY REPORTED SUPPLIER REFUND & RECONCILIATION ADJUSTMENT	\$/MCF	0.000000
SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT (RA)	\$/MCF	<u>0.000000</u>

ACTUAL ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
CURRENT QUARTERLY ACTUAL ADJUSTMENT	\$/MCF	0.105000
PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	(0.191000)
SECOND PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	0.011000
THIRD PREVIOUS QUARTERLY REPORTED ACTUAL ADJUSTMENT	\$/MCF	0.329000
ACTUAL ADJUSTMENT (AA)	\$/MCF	<u>0.254000</u>

THIS MONTHLY REPORT FILED PURSUANT TO ORDER NO. 76-515-GA-ORD
OF THE PUBLIC UTILITIES COMMISSION OF OHIO, DATED OCTOBER 18, 1979.

DATE FILED: January 11, 2017

BY: DON WATHEN

TITLE: DIRECTOR,
Rates & Regulatory Strategy - OH/KY

PURCHASED GAS ADJUSTMENT
COMPANY NAME: DUKE ENERGY OHIO

SUPPLEMENTAL MONTHLY REPORT

EXPECTED GAS COST RATE CALCULATION

DETAILS FOR THE EGC RATE IN EFFECT AS OF February 1, 2017
PROJECTED VOLUME FOR THE TWELVE MONTH PERIOD ENDED November 30, 2017

<u>DEMAND COSTS</u>	DEMAND EXPECTED GAS COST AMT (\$)	MISC EXPECTED GAS COST AMT (\$)	TOTAL DEMAND EXPECTED GAS COST AMT (\$)
INTERSTATE PIPELINE SUPPLIERS (SCH. I-A)			
Columbia Gas Transmission Corp.	17,802,304	0	17,802,304
Duke Energy Kentucky	522,072	0	522,072
Columbia Gulf Transmission Co.	2,389,275	0	2,389,275
Texas Gas Transmission Corp.	5,017,745	0	5,017,745
K O Transmission Company	786,048	0	786,048
Tennessee Gas	700,819	0	700,819
PRODUCER/MARKETER (SCH. I - A)	151,109	0	151,109
SYNTHETIC (SCH. I - A)			
OTHER GAS COMPANIES (SCH. I - B)			
OHIO PRODUCERS (SCH. I - B)			
SELF-HELP ARRANGEMENTS (SCH. I - B)		(10,744,509)	(10,744,509)
SPECIAL PURCHASES (SCH. I - B)			
TOTAL DEMAND COSTS:	27,369,372	(10,744,509)	16,624,863

PROJECTED GAS SALES LESS SPECIAL CONTRACT IT PURCHASES: 18,858,028 MCF
DEMAND (FIXED) COMPONENT OF EGC RATE: **\$0.882 /MCF**

COMMODITY COSTS:

GAS MARKETERS \$1.487 /MCF
GAS STORAGE /MCF
 COLUMBIA GAS TRANSMISSION \$1.773 /MCF
 TEXAS GAS TRANSMISSION \$0.368 /MCF
PROPANE \$0.000 /MCF
STORAGE CARRYING COSTS \$0.026 /MCF
COMMODITY COMPONENT OF EGC RATE: **\$3.654**

TOTAL EXPECTED GAS COST: \$4.536 /MCF

**PURCHASED GAS ADJUSTMENT
COMPANY NAME: DUKE ENERGY OHIO**

SUPPLEMENTAL MONTHLY REPORT

PRIMARY GAS SUPPLIER / TRANSPORTER

DETAILS FOR THE EGC IN EFFECT AS OF February 1, 2017 AND THE PROJECTED
VOLUME FOR THE TWELVE MONTH PERIOD ENDED November 30, 2017

SUPPLIER OR TRANSPORTER NAME	<u>Commodity Costs</u>		
TARIFF SHEET REFERENCE	<u></u>		
EFFECTIVE DATE OF TARIFF	<u></u>	RATE SCHEDULE NUMBER	<u></u>
TYPE GAS PURCHASED	<input checked="" type="checkbox"/> NATURAL	<u></u> LIQUIFIED	<u></u> SYNTHETIC
UNIT OR VOLUME TYPE	<u></u> MCF	<u></u> CCF	<u></u> OTHER
PURCHASE SOURCE	<input checked="" type="checkbox"/> INTERSTATE	<u></u> INTRASTATE	

GAS COMMODITY RATE FOR FEBRUARY 2016:

GAS MARKETERS :

WEIGHTED AVERAGE GAS COST @ CITY GATE (\$/Dth) (1):			\$3.1745	\$/Dth
DUKE ENERGY OHIO FUEL	1.300%	\$0.0413	\$3.2158	\$/Dth
DTH TO MCF CONVERSION	1.0779	\$0.2505	\$3.4663	\$/Mcf
ESTIMATED WEIGHTING FACTOR	42.900%		\$1.4870	\$/Mcf
GAS MARKETERS COMMODITY RATE			\$1.487	\$/Mcf

GAS STORAGE :

COLUMBIA GAS TRANS. - STORAGE INVENTORY RATE (Not applicable during injection months)			\$3.4310	\$/Dth
COLUMBIA GAS TRANS. FSS WITHDRAWAL FEE		\$0.0153	\$3.4463	\$/Dth
COLUMBIA GAS TRANS. SST FUEL	1.893%	\$0.0652	\$3.5115	\$/Dth
COLUMBIA GAS TRANS SST COMMODITY RATE		\$0.0179	\$3.5294	\$/Dth
KO TRANS. COMMODITY RATE		\$0.0013	\$3.5307	\$/Dth
DUKE ENERGY OHIO FUEL	1.300%	\$0.0459	\$3.5766	\$/Dth
DTH TO MCF CONVERSION	1.0779	\$0.2786	\$3.8552	\$/Mcf
ESTIMATED WEIGHTING FACTOR	46.000%		\$1.7734	\$/Mcf
GAS STORAGE COMMODITY RATE - COLUMBIA GAS			\$1.773	\$/Mcf
TEXAS GAS TRANSMISSION - STORAGE INVENTORY RATE (Not applicable during payback months)			\$2.9719	\$/Dth
TEXAS GAS COMMODITY RATE		\$0.0627	\$3.0346	\$/Dth
DUKE ENERGY OHIO FUEL	1.300%	\$0.0394	\$3.0740	\$/Dth
DTH TO MCF CONVERSION	1.0779	\$0.2395	\$3.3135	\$/Mcf
ESTIMATED WEIGHTING FACTOR	11.100%		\$0.3678	\$/Mcf
GAS STORAGE COMMODITY RATE - TEXAS GAS			\$0.368	\$/Mcf

PROPANE :

WEIGHTED AVERAGE PROPANE INVENTORY RATE			\$0.69299	\$/Gal
GALLON TO MCF CONVERSION	15.38	\$9.9651	\$10.6581	\$/Mcf
ESTIMATED WEIGHTING FACTOR	0.000%		\$0.0000	\$/Mcf
PROPANE COMMODITY RATE			\$0.000	\$/Mcf

FOOTNOTE NO. (1) Weighted average cost of gas based on NYMEX prices on 1/9/2017 and contracted hedging prices.

PURCHASED GAS ADJUSTMENT
COMPANY NAME: DUKE ENERGY OHIO

SUPPLEMENTAL MONTHLY REPORT

ESTIMATED COST OF GAS INJECTED AND WITHDRAWN FROM STORAGE

Details for the EGC Rate in Effect as of

February 1, 2017

<u>Month</u>	<u>Beginning Storage Inventory</u>	<u>Monthly Storage Activity</u>			<u>Ending Storage Inventory</u>
		<u>Injected</u>	<u>Withdrawn</u>	<u>Financial Hedges</u>	
December 2016	\$28,484,976	\$0	\$7,053,417	\$0	\$21,431,559
January 2017	\$21,431,559	\$0	\$7,804,020	\$0	\$13,627,539
February 2017	\$13,627,539	\$0	\$5,813,480	\$0	\$7,814,059

**PURCHASED GAS ADJUSTMENT
COMPANY NAME: DUKE ENERGY OHIO**

SUPPLEMENTAL MONTHLY REPORT

ESTIMATED CONTRACT STORAGE CARRYING COSTS

Details for the EGC Rate in Effect as of February 1, 2017

Line No.	Ending Storage Balance Month	Estimated		Avg. Storage		Estimated Monthly MCF	\$/MCF
		Ending Storage Inventory (Schedule I - C)	Average Monthly Storage Inventory Balance	Balance times Monthly Cost of Capital (1)			
1	December 2016	\$21,431,559		0.8333%			
2	January 2017	\$13,627,539	\$17,529,549				
3	February 2017	\$7,814,059	\$10,720,799	\$89,336	3,453,040	\$0.026	

Note (1): 10% divided by 12 months = 0.8333%

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

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in

Case No(s). 89-8002-GA-TRF, 16-0218-GA-GCR

Summary: Tariff Duke Energy Ohio GCR February 2017 (2) electronically filed by Mrs. Julie A. Lee on behalf of Duke Energy Ohio and Patten, Dana and Lee, Julie Ann Mrs.