FY 2007 GAS ANNUAL CHARGES CORRECTION FOR ANNUAL CHARGES UNIT CHARGE June 28, 2007

The annual charges unit charge to be applied to rates in 2007 for recovery of 2006 debit/credit and 2007 current year annual charges is \$0.0019 per Dth. In accordance with 18 CFR § 154.402(a), to recover from its customers the annual charges assessed by the Commission each fiscal year, a natural gas pipeline company must file an annual charge adjustment clause with the Commission to adjust its rates. If you need to correct your ACA surcharge, your tariff filing should reflect a unit charge of \$0.0019 per Dth, as it has been adjusted to include last year's debit/credit factor.

The following calculations were used to determine the 2007 unit charge:

2007 CURRENT:

Estimated Program Cost \$61,160,000 divided by 32,352,427,174 Dth = 0.0018904300

2006 TRUE-UP:

Debit/Credit Cost \$ 947,913 divided by 31,125,173,187 Dth = 0.0000304549

TOTAL UNIT CHARGE = 0.0019208849

If you have any questions, please contact Fannie Kingsberry at (202)502-6108 or you may e-mail her at Fannie.Kingsberry@ferc.gov.