FY 2008 GAS ANNUAL CHARGES CORRECTION FOR ANNUAL CHARGES UNIT CHARGE June 20, 2008

The annual charges unit charge to be applied to rates in 2008 for recovery of 2007 debit/credit and 2008 current year annual charges is \$0.0017 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 \$0.0017 per Dth, as it has been adjusted to include last year's debit/credit factor.

The following calculations were used to determine the 2008 unit charge:

2008 CURRENT:

Estimated Program Cost \$61,464,000 divided by 34,933,982,130 Dth = 0.0017594330

2007 TRUE-UP:

Debit/Credit Cost \$ -1,609,945 divided by 32,159,207,721 Dth = -0.0000500617

TOTAL UNIT CHARGE = 0.0017093713

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