

IMPORTANT NOTICE REGARDING UPCOMING RATE CHANGES

For over 50 years, VGS has maintained competitive and affordable rates for its 55,000+ customers. As we work to enhance our customer service and make investments in safety and Vermont's clean energy future, we are committed to keeping those rates low for current and future customers. Thus, we want to let you know about proposed rate changes.

Purchased Gas Adjustment: Case No. 24-1681-TF

On May 29, 2024, VGS filed a request with the Vermont Public Utility Commission ("Commission") for no change in the Natural Gas charge, which results in no change to the overall firm rate. Though there is no change to the Natural Gas charge, this still goes through the normal regulatory review process. Since there is no change, a typical residential customer will continue to pay about \$1,550.80 a year for natural gas. As noted below, this Purchased Gas Adjustment ("PGA") filing does propose adjustments to VGS's Renewable Natural Gas ("RNG") adders, which only apply to customers participating in the voluntary RNG program. If approved, these changes would be effective August 5, 2024.

Base Rate Adjustment: Case No. 22-5085-PET

On June 28, 2024, VGS filed a request with the Commission for a rate increase of 9.42% to the Daily Access and Distribution Charges. With this increase, the cost for a typical residential customer will increase by \$97.12/year or \$8.09/month. If approved, these changes would be effective November 1, 2024.

As we work toward maintaining our core values of safety, climate, customers, and culture, we are committed to keeping our rates low and stable for current and future customers. Pending regulatory approval of the PGA and base rate adjustment, rates will be adjusted as follows:

Residential

Rate Components	Current Rates	Proposed Purchased Gas Adjustment Effective August 2024	Proposed Base Rate Adjustment Effective November 2024
Daily Access Charge (per day)	\$0.8771	\$0.8771	\$0.9597
Natural Gas Charge (per ccf)	\$0.4843	\$0.4843	\$0.4843
Distribution Charge (per ccf)	\$0.7484	\$0.7484	\$0.8189
EEU Charge (per ccf)	\$0.0547	\$0.0547	\$0.0547
Assistance Program Fee (per month)	\$0.64	\$0.64	\$0.64
Blended RNG Adder (per CCF)†	\$1.4264	\$1.4204 [†]	\$1.4204
Locally Sourced RNG Adder (per CCF) [†]	\$1.6401	\$1.6350 [†]	\$1.6350

General Service Low Usage, Low Load Factor - Rate G1

Rate Components	Current Rates	Proposed Purchased Gas Adjustment Effective August 2024	Proposed Base Rate Adjustment Effective November 2024
Daily Access Charge (per day)	\$1.4536	\$1.4536	\$1.5905
Natural Gas Charge (per ccf)	\$0.5628	\$0.5628	\$0.5628
Distribution Charge (per ccf)	\$0.5823	\$0.5823	\$0.6372
EEU Charge (per ccf)	\$0.0517	\$0.0517	\$0.0517
Assistance Program Fee (per meter, per bill)	\$0.92	\$0.92	\$0.92
RNG Adder (per ccf) [†]	\$1.4264	\$1.4204 [†]	\$1.4204

Locally Sourced RNG Adder (per ccf) [†]	\$1.6401	\$1.6350 [†]	\$1.6350
--	----------	-----------------------	----------

General Service Low Usage, High Load Factor - Rate G2

Rate Components	Current Rates	Proposed Purchased Gas Adjustment Effective August 2024	Proposed Base Rate Adjustment Effective November 2024
Daily Access Charge (per day)	\$1.4536	\$1.4536	\$1.5905
Natural Gas Charge (per ccf)	\$0.4158	\$0.4158	\$0.4158
Distribution Charge (per ccf)	\$0.4846	\$0.4846	\$0.5302
EEU Charge (per ccf)	\$0.0401	\$0.0401	\$0.0401
Assistance Program Fee (per meter, per bill)	\$0.92	\$0.92	\$0.92
RNG Adder (per ccf) [†]	\$1.4264	\$1.4204 [†]	\$1.4204
Locally Sourced RNG Adder (per ccf) [†]	\$1.6401	\$1.6350 [†]	\$1.6350

General Service High Usage, Low Load Factor - Rate G3

Rate Components	Current Rates	Proposed Purchased Gas Adjustment Effective August 2024	Proposed Base Rate Adjustment Effective November 2024
Daily Access Charge (per day)	\$4.6378	\$4.6378	\$5.0747
Natural Gas Charge (per ccf)	\$0.5447	\$0.5447	\$0.5447
Distribution Charge (per ccf)	\$0.4466	\$0.4466	\$0.4887
EEU Charge (per ccf)	\$0.0403	\$0.0403	\$0.0403
Assistance Program Fee (per meter, per bill)	\$6.10	\$6.10	\$6.10
RNG Adder (per ccf) [†]	\$1.4264	\$1.4204 [†]	\$1.4204
Locally Sourced RNG Adder (per ccf) [†]	\$1.6401	\$1.6350 [†]	\$1.6350

General Service High Usage, High Load Factor - Rate G4

Rate Components	Current Rates	Proposed Purchased Gas Adjustment Effective August 2024	Proposed Base Rate Adjustment Effective November 2024
Daily Access Charge (per day)	\$4.6378	\$4.6378	\$5.0747
Natural Gas Charge (per ccf)	\$0.4149	\$0.4149	\$0.4149
Distribution Charge (per ccf)	\$0.3755	\$0.3755	\$0.4109
EEU Charge (per ccf)	\$0.0311	\$0.0311	\$0.0311
Assistance Program Fee (per meter, per bill)	\$8.53	\$8.53	\$8.53
RNG Adder (per ccf) [†]	\$1.4264	\$1.4204 [†]	\$1.4204
Locally Sourced RNG Adder (per ccf) [†]	\$1.6401	\$1.6350 [†]	\$1.6350

^{*} Proposed changes to the Natural Gas Charge and voluntary RNG Adders are filed with the Commission quarterly.

VGS has submitted its proposed Purchased Gas Adjustment and Base Rate Adjustment via ePUC, the Commission's online case and document management system. Interested customers can view the filings at https://epuc.vermont.gov/. Customers are encouraged to provide comments to the Commission at any time. Comments regarding these filings may be submitted to the Commission via ePUC under Case No. 24-1681-TF (Purchased Gas Adjustment) and Case Number 22-5085-PET (Base Rate Adjustment).

[†] This charge only applies to customers participating in the voluntary renewable natural gas program.

Alternatively, the Commission accepts comments by mail at 112 State Street, Montpelier, VT 05620-2701, and by email at puc.clerk@vermont.gov. Please note the case number in your comments.

Vermont Gas has the following resources to help manage your bill:

Residential energy efficiency programs: See ideas for saving energy and a description of our programs.

Budget Billing: See Payment Plans to ensure a predictable monthly bill (no cold weather spikes).

Online Account Access & Bill Payment: Check your payments or pay your bill 24/7.

Financial Assistance: See Assistance Programs available to income qualified residential customers.

Please call us at (802) 863-4511 if you have any questions or would like to learn more about these or other options, including renewable natural gas!

July 3, 2024