

PURCHASED GAS ADJUSTMENT

COMPANY NAME PIEDMONT GAS CO.

RECEIVED

MAY 03 2002

GAS COST RECOVERY RATE CALCULATION

GAS & WATER DIVISION

PARTICULARS	UNIT	AMOUNTS
EXPECTED GAS COST (EGC)	\$/MCF	4.6203
SUPPLIER REFUND AND RECONCILIATION ADJUST. (RA)	\$/MCF	0.0000
ACTUAL ADJUSTMENT (AA)	\$/MCF	0.5200
BALANCE ADJUSTMENT (BA)	\$/MCF	(0.0137)
GAS COST RECOVERY RATE (GCR)=EGC+RA+AA+BA	\$/MCF	5.1266

GAS COST RECOVERY RATE EFFECTIVE JUNE 1, 2002 TO AUG. 31, 2002

EXPECTED GAS COST SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNTS
PRIMARY GAS SUPPLIERS EXPECTED GAS COST	\$	926814.4033
UTILITY PRODUCTION EXPECTED GAS COST	\$	0.0000
INCLUDABLE PROPANE EXPECTED GAS COST	\$	0.0000
TOTAL ANNUAL EXPECTED GAS COST	\$	926814.4033
TOTAL ANNUAL SALES	MCF	200597.3560
EXPECTED GAS COST (EGC) RATE	\$/MCF	4.6203

SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNTS
CURRENT QUARTERLY SUPPLIER REFUND & RECONCIL. ADJ.	\$/MCF	0.0000
PREVIOUS QUARTERLY REPORTED SUPPLIER R.& R.	\$/MCF	0.0000
SECOND PREVIOUS QUARTERLY REPORTED SUPPLIER R.& R.	\$/MCF	0.0000
THIRD PREVIOUS QUARTERLY REPORTED SUPPLIER R.& R.	\$/MCF	0.0000
SUPPLIER REFUND AND RECONCILIATION ADJUST.	\$/MCF	0.0000

ACTUAL ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNTS
CURRENT QUARTERLY ACTUAL ADJUSTMENT	\$/MCF	0.1755
PREVIOUS QUARTERLY REPORTED ACTUAL ADJUST.	\$/MCF	0.2318
SECOND PREVIOUS QUARTERLY REPORTED ACTUAL ADJUST.	\$/MCF	0.1163
THIRD PREVIOUS QUARTERLY REPORTED ACTUAL ADJUST.	\$/MCF	(0.0035)
ACTUAL ADJUSTMENT (AA)	\$/MCF	0.5200

BALANCE ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNTS
BALANCE ADJUSTMENT AMOUNT		(1257.9526)
JURISDICTIONAL SALES FOR QUARTER		91923.5000
BALANCE ADJUSTMENT (BA)		(0.0137)