

At Nicor Gas we are committed to giving you the information you need to better understand your natural gas bill. Below please find our annual bill disclosure, which summarizes current natural gas rates, riders and definition and terms. This disclosure complies with Section 501.410 of Title 83 of the Illinois Administrative Code.

Above the Delivery Charges section of your bill, Nicor Gas shows a brief description of your delivery rate classification for your natural gas service. The most common rate classification that applies to non-residential customers is:

**Rate 4 - General Service** is available to any customer using gas for general purposes. Customers served under Rate 4 may elect transportation service under the Company's Rider 15 - Customer Select and purchase gas supplies from an alternative gas supplier. The Rate 4 monthly Customer Charge is based on Meter Class sizes A-C at \$38.25, \$133.00, and \$270.00, respectively.

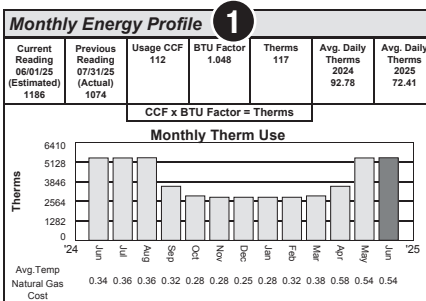
**Below please find an example of a Rate 4 classification bill. Please use the chart and definition of terms to see how rates are determined.**

<b>Account Summary for Commercial Customers, Inc.</b>	
Account Number: 00-00-00-0000 0	
Meter Number: 0000000	
Service Address: 123 Street Address, Anytown	
Bill Period: 06/01/25 - 06/30/25 (29 days)	
Bill Issue Date: 07/01/25	
Total Previous Balance	\$315.56
Payment Received 06/10/2025 - Thank you!	-\$315.56
Remaining Balance	\$0.00
New Charges - Utility	\$285.72
<b>Total Amount Due by 07/23/2025.....</b>	<b>\$285.72</b>

<b>A Message for You</b>
Your safety is important to us. Ask to see an employee ID when our field team is working in or around your premises. Also, verify your account information with customer service before making a transaction over the phone.

## New Charges - Commercial - Heat Rate 4: Commercial Service

<b>2</b>	<b>Delivery Charges 06/01/2025 - 06/30/2025</b>	<b>\$206.01</b>
	Monthly Customer Charge .....	\$157.49
	First 150 Therms 117 @ \$0.2338 .....	\$27.35
	151 - 5000 Therms 0 @ \$0.1066 .....	\$0.00
	Above 5000 Therms 0 @ \$0.0936 .....	\$0.00
	Environmental Cost Recovery 117 @ \$0.0047 .....	\$0.55
	Tax Cost Adjustment 117 @ \$0.00 .....	\$0.00
	Franchise Cost Adjustment .....	\$0.10
	Energy Efficiency Program 117 @ \$0.019 .....	\$2.22
	Qualified Infrastructure Chrg \$178.27 @ 0.00% .....	\$0.00
	TotalGreen 117 @ \$0.0886 .....	\$10.37
	Rider LIDA .....	\$7.93
<b>3</b>	<b>Natural Gas Cost</b>	<b>\$62.79</b>
	June @ 117 Therms x \$0.5367 .....	\$62.79
<b>4</b>	<b>Taxes</b>	<b>\$16.92</b>
	Municipal Utility Tax for Anytown \$268.80 @ 5.15% .....	\$13.84
	Utility Fund Tax \$268.80 @ 0.1% .....	\$0.27
	State Revenue Tax 117 @ \$0.024 .....	\$2.81
	<b>Total</b>	<b>\$285.72</b>



<b>Rate 4 - General Service (Heat or No-heat) 2</b>	
Current Meter Reading 1186	
Previous Meter Reading 1074	
Usage CCF 112	
BTU Factor 1.048	
Usage Therms (CCF x BTU Factor) 117	
Bill Period 06/01/25 - 06/30/25	
# of Bill Period Days 29	
Mo. Customer Charge, Meter Class B \$150.00	
Rd 1 Customer Charge Adj \$7.04	
Rd 26 Uncollectible Expense Adj \$0.45	
Distribution Charge (first 150 therms) \$0.2338	
Distribution Charge (next 4,850 therms) \$0.1066	
Distribution Charge (over 5,000 therms) \$0.0936	
Rd 12 Environmental Rate (Jun.) \$0.0047	
Rd 2 Franchise Cost Adj \$0.10	
Rd 30 Efficiency Program Rate \$0.019	
Rd 3 + 36 Tax Cost Adj \$0.0000	
Rd 32 Qualified Infra Rate (Jun.) 0.00%	
Rd 5 Storage Service Recovery Rate \$0.0012	
Rd 6 Natural Gas Cost (Jun.) \$0.5367	
Rd 6 Natural Gas Cost Rd 6 Uncollectible Factor Non-Res \$0.0028	
RD 40 TotalGreen \$0.0886	
RD 42 LIDA \$7.93	
Municipal Use Rate 5.15%	
Utility Fund Tax Rate 0.10%	
State Revenue Tax Rate 5.00%	
State Revenue Tax \$2.81	

<b>Delivery Charges \$206.01</b>	
Monthly Customer Charge \$157.49	Monthly Customer Charge plus Rd 1 and Rd 26
Distribution Charge 117 @ \$0.2338 \$27.35	Usage Therms multiplied by Distribution Charge
Distribution Charge 0 @ \$0.1066 \$0.00	Usage Therms multiplied by Rider 12 Rate
Distribution Charge 0 @ \$0.0936 \$0.00	Usage Therms multiplied by Tax Cost Adj
Env Cost Recovery 117 @ \$0.0047 \$0.55	Rd 2 Charge
Tax Cost Adj. 117 @ \$0.00 \$0.00	Usage Therms multiplied by Rd 30 Rate
Franchise Cost Adj \$0.10	Base Revenue multiplied by Rd 32 Rate
Efficiency Program 117 @ \$0.0019 \$2.22	Usage Therms multiplied by Rd 40 Rate
Qualified Infrastructure Chrg \$178.27 @ 0.00% \$0.00	Rd 42 Low-Income Discount Adjustment charge
TotalGreen 117 @ \$0.0886 \$10.37	
Rider LIDA \$7.93	
* Base Revenue = Customer Charge + Rd 26 + Distribution Charge + Tax Cost Adj. + (Usage Therms x Rd 5 Rate) + (Usage Therms x Rd 6 Uncollectible Factor Non-Res.)	
\$178.27 = \$150.00 + \$0.45 + \$27.35 + \$0.00 + (117 x \$0.0012) + (117.00 x \$0.0028)	

<b>Natural Gas Cost 3</b>	<b>\$62.79</b>
June @ 117 Therms x \$0.5367 \$62.79	Usage Therms (Jun.) multiplied by sum of Rd 6 Natural Gas Cost and Rd 6 Uncollectible Factor Non-Res.

<b>Taxes 4</b>	<b>\$16.92</b>
Municipal Utility Tax \$268.80 @ 5.15% \$13.84	Delivery Charges plus Natural Gas Cost multiplied by Municipal Tax Rate
Utility Fund Tax \$268.80 @ 0.1% \$0.27	Delivery Charges plus Natural Gas Cost multiplied by Utility Fund Tax Rate
State Revenue Tax 117 @ \$0.024 \$2.81	Lesser of (i) Delivery Charges plus Natural Gas Cost multiplied by the State Tax Rate 5.0%, or (ii) Usage Therms multiplied by \$0.024
<b>Total Current Charges</b>	<b>\$285.72</b>

## Definition of Terms

Following are definitions for some of the most common terms which may appear on a natural gas bill statement, as well as definitions for our riders which are used to determine your charges.

**Actual Meter Reading** – A read was obtained via automated reading technology or a field employee.

**Additional Products & Services** – Non-utility charges such as Customer Select alternate supplier charges, HVAC warranty/repair or protection plans.

**Adjustments/Other Charges** – Adjustments such as credits or additional charges to your bill due to corrected billing, earned interest, late payment charges, LIHEAP, or Sharing grants.

**Average Temperature** – Average daily temperature during your billing period. The average temperature can help explain the amount of gas used throughout the month.

**BTU Factor** – A factor which expresses the amount of heat content a CCF of gas contains. The BTU factor is applied to convert a volume of gas in CCF into therms and may change slightly from month to month.

**Budget Plan** – This plan spreads your estimated annual gas costs over 12 monthly payments. Approximately every four months we evaluate your account and may adjust your monthly payment for changes in weather and/or the price of gas. Sign up on your bill stub or at nicorgas.com/myaccount. You must be current on your payments to sign up.

**Budget Plan Amount Due** – The monthly Budget Plan payment amount must be remitted by the bill due date in order to remain on the Budget Plan. Failure to pay the monthly Budget Plan payment amount due by the bill due date may result in removal from participation in the Budget Plan.

**Customer Read** – You reported your meter reading to us.

**Distribution Charge** – A variable charge billed each month to cover a portion of Nicor Gas' cost to make gas service available to customers. The charge varies based on the quantity of gas used in the bill period.

**Energy Profile** – Comparison between the current billing period and your gas usage for the same period last year as well as a chart showing your monthly gas usage, average temperature and gas supply charges for the past 12 months, when available.

**Estimated Meter Reading** – Your reading was estimated based on previous use and the weather. Any difference between your actual use and estimated use is automatically corrected when we obtain an actual reading.

**Meter Exchange** – If we exchanged your meter, this note means your bill is based on the reading of the meter we removed from your address.

**Monthly Customer Charge** – A fixed charge billed each month to cover a portion of Nicor Gas' cost to make gas service available to customers. This is the minimum charge for most customers. The total monthly customer charge that appears on the bill may include Rd 1 and Rd 26 costs, if applicable.

**Municipal Use Tax Rate** – Some municipalities charge this tax based on your gas use. Your local municipality has an ordinance requiring collection of this.

**Municipal Utility Tax Rate** – Some municipalities charge this tax based on utility revenue. It is authorized by Section 8-11-12 of the Illinois Municipal Code and is applied according to the local municipality's ordinance.

**Pressure Factor** – If you require higher than normal gas pressure, the pressure factor is a multiplier that adjusts for increased gas volumes flowing through a meter.



**IF YOU SMELL GAS:** If you suspect a gas leak: **Leave the house immediately.** Don't use your phone; call Nicor Gas for assistance at **888.Nicor4u (888.642.6748)** from a neighbor's house. Don't light a match. Don't turn on a light. Don't switch on anything electrical.

**WARNING:** Only a qualified professional should check your connector and replace it if needed. Don't try to do this yourself! Moving the appliance, even slightly, whether to clean behind it or to inspect its gas connector, can cause the complete failure of one of these older weakened connectors, possibly resulting in a deadly fire or explosion.

**Do not move your appliance to check the connector!** For additional information on appliance connectors please call us at **888.642.6748** or visit our website at [nicorgas.com](http://nicorgas.com).

## Other rate classifications for non-residential customers could include:

**Rate 5 – Seasonal Use Service** is available to non-residential customers using the Company's gas service for general purposes and with minimal winter use. Annual usage is limited to 700,000 therms and usage during the winter period, as defined in the tariff, may not exceed 5% of total annual usage. Distribution charges are \$0.0936 per therm for all therms during the January-April winter period and \$0.0949 per therm for all therms during the summer period May-December. Rate 5 may also be combined with the Company's Rider 15 – Customer Select, providing options to purchase gas from an alternative gas supplier.

**Rate 6 – Large General Service** is available to any non-residential customer using the Company's gas service for general purposes, and generally preferable for customers using more than 1 million therms annually. Rate 6 carries a monthly customer charge of \$4,070, distribution charge of \$0.0586 for all therms, a minimum monthly bill amount of \$7,100, and a Gas Supply Cost component equal to the customer's Maximum Daily Contract Quantity (MDCQ) times 0.49 times the Demand Gas Cost (DGC). Daily meter reading equipment is also required.

**Rate 7 – Large Volume Service** is available to any non-residential customer using the Company's gas service for general purposes, and generally preferable for customers using more than 10 million therms annually. Rate 7 carries a monthly customer charge of \$6,575, a demand charge based on the highest day of use in the bill period, a distribution charge of \$0.0253 for all therms, a minimum monthly bill amount of \$20,300, and a Gas Supply Cost component equal to the customer's Maximum Daily Contract Quantity (MDCQ) times 0.49 times the Demand Gas Cost (DGC). Daily meter reading equipment is also required.

**Rate 74 – General Transportation Service** is available to non-residential customers using the Company's gas service for general purposes. Customers purchase gas from an alternative gas supplier; however, customers have the option to elect a specific level of storage banking service (SBS) capacity. Monthly Customer Charges are identical to Rate 4, distribution charges are lower; however, storage banking service is separately charged. Daily meter reading equipment is a requirement.

**Rate 75 – Seasonal Use Transportation Service** is available to non-residential customers using the Company's gas service for general purposes and with minimal winter use. Annual usage is limited to 700,000 therms and usage during the winter period, as defined in the tariff, may not exceed 5% of total usage. Similar to Rate 74 – General Transportation Service, customers purchase gas from an alternative gas supplier, have the option to elect a specific level of storage banking service (SBS) capacity. Monthly Customer Charges are identical to Rate 5, distribution charges are lower at \$0.0573 per therm for all therms during the winter period December-March and \$0.0015 per therm during the summer period April-November. Storage banking service is separately charged. Daily meter reading equipment is a requirement.

**Rate 76 – Large Transportation Service** is available to non-residential customers using the Company's gas service for general purposes, and generally preferable for customers using more than 1 million therms annually. Similar to Rates 74 and 75, customers purchase gas from an alternative gas supplier. Customers have the option to elect a specific level of storage banking service (SBS) capacity. Rate 76 carries a monthly Customer Charge of \$4070, distribution charge of \$0.0409 for all therms, a minimum monthly bill amount of \$6,000. Storage Banking Service (SBS) is separately charged. Daily meter reading equipment is a requirement.

**Rate 77 – Large Volume Transportation Service** is available to non-residential customers using the Company's gas service for general purposes, and generally preferable for customers using more than 10 million therms annually. Similar to Rate 76, customers purchase gas from an alternative gas supplier. Customers have the option to elect a specific level of storage banking service (SBS) capacity. Rate 77 carries a monthly Customer Charge of \$6,575, a demand charge based on the highest day of use in the bill period, distribution charge of \$0.0105 for all therms, a minimum monthly bill amount of \$24,000. Storage Banking Service (SBS) is separately charged. Daily meter reading equipment is a requirement.

## Definition of Terms

**Actual Meter Reading** – A read was obtained via automated reading technology or a field employee.

**Additional Products & Services** – Non-utility charges such as Customer Select alternate supplier charges, HVAC warranty/repair or protection plans.

**Average Temperature** – Average daily temperature during your billing period. The average temperature can help explain the amount of gas used throughout the month.

**Budget Plan** – This plan spreads your estimated annual gas costs over 12 monthly payments. Approximately every four months we evaluate your account and may adjust your monthly payment for changes in weather and/or the price of gas. Sign up on your bill stub or at [nicorgas.com/myaccount](http://nicorgas.com/myaccount). You must be current on your payments to sign up.

**Budget Plan Amount Due** – The monthly Budget Plan payment amount must be remitted by the bill due date in order to remain on the Budget Plan. Failure to pay the monthly Budget Plan payment amount due by the bill due date may result in removal from participation in the Budget Plan.

**Customer Read** – You reported your meter reading to us.

**Delivery Charges** – These charges cover our operating and distribution costs. A portion of these charges varies from month to month based on your natural gas usage.

**Estimated Meter Reading** – Your reading was estimated based on previous use and the weather. Any difference between your actual use and estimated use is automatically corrected when we obtain an actual reading.

**Low-Income Discount Credit** – ICC-directed bill credit provided to eligible low-income customers.

**Low-Income Discount Adjustment** – A charge assessed to all customers to recover the Low-Income Discount Credit.

**Meter Exchange** – If we exchanged your meter, this note means your bill is based on the reading of the meter we removed from your address.

**Pressure Factor** – If you require higher than normal gas pressure, the pressure factor is a multiplier that adjusts for increased gas volumes flowing through a meter.

**Therm** – A therm is the basic unit for measuring your natural gas consumption.

**Usage CCF** – A measure of the volume of gas used. 1 CCF approximates 1 therm of gas.

## Definition of Terms

**Rd 1 Customer Charge Adj** – A fixed monthly charge mandated by the State which funds low-income energy assistance programs, renewable energy, and clean coal technologies. This cost is included in the monthly customer charge.

**Rd 2 Franchise Cost Adj** – A charge for municipal franchise agreements.

**Rd 5 Storage Service Recovery Rate** – A variable charge or credit billed each month to recover or refund the cost of Nicor Gas' investment in unsubscribed or over-subscribed gas storage capacity.

**Rd 6 Balancing & Storage Adj** – A variable charge billed each month to Customer Select customers that recovers the cost of services Nicor Gas uses to balance the volume of 3rd-party Supplier deliveries with actual gas usage. Sales customers pay for these same charges through Nicor Gas' monthly natural gas cost.

**Rd 6 Natural Gas Cost** – The price we pay our suppliers for the natural gas we purchase and deliver to your home. The price may change each calendar month and is filed with the Illinois Commerce Commission (ICC).

**Rd 7 Gov Agency Compensation Adj** – An adjustment for governmental fees and added costs, excluding franchise costs. The charge may change each month and is filed with the ICC.

**Rd 12 Environmental Cost Recovery Rate** – Covers our costs for the environmental investigation and cleanup of former manufactured gas plants. Nicor Gas receives no profit from these charges.

**Rd 15 Transp Service Credit Rate** – A credit to Customer Select customers based on usage.

**Rd 26 Uncollectible Expense Adj** – A fixed monthly charge or credit which recovers or refunds the difference between Nicor Gas' actual annual uncollectible expense and the amount of uncollectible expense included in our delivery service rates. This cost is included in the monthly customer charge.

**Rd 30 Efficiency Program Rate** – A charge that pays for costs related to energy efficiency programs as approved by the ICC.

**Rd 32 Qualified Infra Rate** – A charge that pays for the costs of qualified infrastructure investments allowed under Section 9-220.3 of the Public Utilities Act.

**Rd 40 TotalGreen** – A voluntary program that enables participating customers to reduce or offset emissions of their natural gas usage.

**Rd 3 and 36 Tax Cost Adj** – A charge or credit related to changes in the Invested Capital Tax and Variable Income Tax.

**Rd 38 Volume Balancing Adj** – A charge or credit that stabilizes residential revenue collected through the distribution charge.

**State Revenue Tax Rate** – This is mandated by the State of Illinois. It is not a sales tax.

**State Use Tax Rate** – This tax is imposed on natural gas purchased outside of Illinois for use or consumption in Illinois.

**Supplier Gas Charge (estimated)** – A fixed or variable charge billed each month to Customer Select customers for the quantity of 3rd-party gas purchased from your Supplier during the bill period. This charge replaces Nicor Gas' monthly natural gas cost; however, this charge is not regulated by the ICC.

**Utility Fund Tax Rate** – This funds the ICC, which regulates all Illinois utilities and is mandated by the state.