NOTICE TO THE PUBLIC OF AN APPLICATION BY VIRGINIA NATURAL GAS, INC., FOR APPROVAL OF ITS 2025 SAVE RIDER UPDATE <u>CASE NO. PUR-2025-00180</u>

On October 1, 2025, pursuant to § 56-604 E of Chapter 26 of Title 56 of the Code of Virginia ("Code"), Virginia Natural Gas, Inc. ("VNG" or "Company") filed with the State Corporation Commission ("Commission") its 2025 annual rider update ("Application") with respect to the Company's Commission- approved Steps to Advance Virginia's Energy Plan ("SAVE Plan"), under which VNG's SAVE rider, designated Rider E ("SAVE Rider" or "Rider E"), is reconciled and adjusted. The Company also filed an erratum on October 10, 2025, correcting certain errors contained in its October 1, 2025 filing. References to the Application hereinafter refer to the Application as corrected.

The Company states that its SAVE Plan is designed to facilitate the accelerated replacement of SAVE-eligible natural gas infrastructure. The Company further states that, as approved, Rider E is designed to recover the "eligible infrastructure replacement costs" as that term is defined in Code§ 56-603. VNG states that the calculation of the revenue requirement and rates associated with Rider E requires the calculation of two rate components: the SAVE Actual Cost Adjustment ("SACA") and the Annual SAVE Factor ("ASF").

According to the Company, the SACA is an adjustment that ensures that the SAVE Rider recovers no more or less than the actual cost of implementing the SAVE Plan projects during the prior calendar year. Based on the Company's calculations, the SACA adjustment for the upcoming rate period of January 1, 2026 through December 31, 2026 is \$3,142,538. The Company states that the ASF is the calculation of the revenue requirement related to the cumulative SAVE Plan infrastructure investment through the period for which the proposed updated SAVE Rider will be in effect, January 1, 2026 through December 31, 2026. VNG states that the ASF for the upcoming rate period is \$13,998,671. VNG states that combining the SACA and ASF amounts results in a SAVE Rider E revenue requirement of \$17,141,209 for the rate period of January 1, 2026, through December 31, 2026. The Company states that for purposes of this update, it is applying the revenue allocation factors as shown in Attachment C of the Proposed Stipulation and Recommendation in VNG's pending 2024 rate case proceeding, Case No. PUR-2024-00048.

According to VNG, the current monthly SAVE Rider for customers receiving service under Schedule 1 - Residential is \$1.25. The new, proposed monthly SAVE Rider for January 1, 2026 through December 31, 2026 for such residential customers would be \$3.89.

Further details are set forth in the Company's Application and supporting exhibits, and interested persons are encouraged to review these documents.

TAKE NOTICE that the Commission may adopt rates that differ from those appearing in the Company's Application and supporting documents and may apportion revenues among customer classes and/ or design rates in a manner differing from that shown in the Application and supporting documents.

The Commission entered an Order for Notice and Comment that, among other things, directed the Company to provide notice to the public and provided interested persons an opportunity to comment on the Company's Application.

To promote administrative efficiency and timely service of filings upon participants, the Commission has directed the electronic filing of pleadings, unless they contain confidential information, and required electronic service on parties to this proceeding.

An electronic copy of the public version of the Company's Application may be obtained by submitting a written request to counsel for the Company: Elaine S. Ryan, Esquire, McGuireWoods LLP, Gateway Plaza, 800 East

Canal Street, Richmond, Virginia 23219, or eryan@mcguirewoods.com. Interested persons also may download unofficial copies of the public version of the Application from the Commission's website: scc.virginia.gov/case-information.

On or before December 3, 2025, any interested person may file comments on the Application electronically by following the instructions on the Commission's website: scc.virginia.gov/case-information/submit-public-comments. Those unable, as a practical matter, to submit comments electronically may file such comments by U.S. mail to the Clerk of the State Corporation Commission, c/o Document Control Center, P.O. Box 2118, Richmond, Virginia 23218-2118. All comments shall refer to Case No. PUR-2025-00180.

On or before December 3, 2025, any person or entity wishing to participate as a respondent in this proceeding may do so by filing a notice of participation with the Clerk of the Commission at: scc.virginia. gov/clk/efiling. Those unable, as a practical matter, to file a notice of participation electronically may file such notice by U.S. mail to the Clerk of the Commission at the address listed above. Such notice of participation shall include the email addresses of such parties or their counsel. A copy of the notice of participation also must be served electronically on counsel for the Company, Commission Staff ("Staff"), and all other respondents. Pursuant to 5 VAC 5-20-80 B, Participation as a respondent, of the Commission's Rules of Practice and Procedure, 5 VAC 5-20-10 et seq. ("Rules of Practice"), any notice of participation shall set forth: (i) a precise statement of the interest of the respondent; (ii) a statement of the specific action sought to the extent then known; and (iii) the factual and legal basis for the action. Any organization, corporation, or government body participating as a respondent must be represented by counsel as required by 5 VAC 5-20-30, Counsel, of the Rules of Practice. All filings shall refer to Case No. PUR-2025-00180.

On or before December 3, 2025, any interested person or entity may file with the Clerk of the Commission at scc.virginia.gov/clk/efiling a request that the Commission convene a hearing on the Company's Application. Those unable, as a practical matter, to file a hearing request electronically may file such hearing request by U.S. mail to the Clerk of the Commission at the address listed above. A copy of the request for hearing also must be served electronically on counsel for the Company, Staff, and all respondents. Requests for a hearing shall include: (i) a precise statement of the filing party's interest in the proceeding; (ii) a statement of the specific action sought to the extent then known; (iii) a statement of the legal basis for such action; and (iv) a precise statement why a hearing should be conducted in this matter. All requests for a hearing shall refer to Case No. PUR-2025-00180.

Any documents filed in paper form with the Office of the Clerk of the Commission in this docket may use both sides of the paper. In all other respects, except as modified by the Commission's Order for Notice and Comment, all filings shall comply fully with the requirements of 5 VAC 5-20-150, *Copies and format*, of the Rules of Practice.

The public version of the Company's Application, the public versions of other documents filed in this case, the Commission's Rules of Practice, and the Commission's Order for Notice and Comment may be viewed on the Commission's website at: scc.virginia.gov/case-information.