



NEWS RELEASE

FROM THE
OFFICE OF MARKETING & CORPORATE COMMUNICATIONS
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For Immediate Release

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PHILADELPHIA GAS WORKS ANNOUNCES NATURAL GAS COST DECREASE THIS QUARTER

(Philadelphia, Pa. – December 1, 2014) – Philadelphia Gas Works (PGW) today announced that this quarter's gas cost rate will decrease for residential, commercial, industrial and municipal customers. The rate will be adjusted for the next three months from its current \$1.40 per hundred cubic feet (Ccf) to \$1.37 per Ccf for residential customers. PGW will review the rate at the end of the quarter to determine whether it should change. The gas cost rate reflects what PGW pays for the gas.

On an annualized basis, the average residential customer using 830 Ccf of natural gas, will now pay \$1.80 less per month, however this rate is readjusted quarterly.

PGW reviews its gas cost rate quarterly and determines, based on market conditions, whether it should change. The new rate, beginning December 1, 2014, will stay in effect through February 28, 2015.

PGW's residential natural gas rates are made up of two main components: a supply charge and delivery charge:

- The supply charge is the part of the bill that reflects the cost and amount of gas used by the customer. This charge is what PGW pays for the gas and is passed on to the customer without markup.
- The delivery charge reflects the cost of delivering natural gas to the customer's residence, distribution system maintenance and customer billing costs, and the amount of gas used by the customer as well as weather adjustments.

For ways to save, visit pgworks.com to learn great ways to conserve energy and save money on heating bills.

Founded in 1836, Philadelphia Gas Works (PGW) is owned by the City of Philadelphia and is the largest municipally owned gas utility in the country. It manages a distribution system of approximately 6,000 miles of gas mains and service pipes supplying approximately 500,000 customers. PGW's operations are managed by a non-profit corporation, the Philadelphia Facilities Management Corporation (PFMC). More information about the company is available at www.pgworks.com.

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