<u>UNITIL - NH GAS OPERATIONS</u> <u>DG 17-070</u>

STATEMENT TO CUSTOMERS PURSUANT TO PUC 1203.02(C)

PROPOSED CHANGE IN RATES

On June 5, 2017, Unitil - NH Gas Operations filed with the New Hampshire Public Utilities Commission a proposed increase in distribution rates for delivery service to all gas customers. The proposed increase will provide additional revenues to support the company's operating costs and capital expenditures for the improvement of its natural gas distribution system. This filing will be subject to comprehensive review by the Commission in a proceeding that may last up to a year. The filing is designated as DG 17-070 and can be viewed on the Commission's website, puc.nh.gov. For more information, please call the company's toll-free number at 1-866-933-3821.

To Our Residential Service Customers:

The projected average increase for residential heating customers with R5 service is 10.0% of the total bill or \$10.10 per month. For residential non-heating customers with R6 service, the increase is 13.1% of the total bill or \$4.84 per month. Low income customers served under rate R10 will see lower impacts due to discounts provided in distribution rates.

To Our Commercial & Industrial Service Customers:

The projected average increase to the total bill for general service customers with G40 Sales Service is 3.1%; for customers with G41 Sales Service the increase is 6.0%; for customers with G42 Sales Service the increase is 5.1%; for customers with G50 Sales Service the increase is 3.3%; for customers with G51 Sales Service the increase is 3.6%; and for customers with G52 Sales Service the increase is 2.6%. The projected average increases for general service customers with Delivery Service are comparable to those listed above if the customer's supply rate is the same as Unitil's.

If you are unsure of your customer rate class or rate schedule, please refer to the rate class indicated on your bill.