

Calculation of the Cost of Gas Rate

Period Covered: Summer Period May 1, 2011 through October 31, 2011

<u>Total Anticipated Cost</u>		<u>Therms</u>	<u>Cost/ Therm</u>	
	Propane	321,271	\$1.7807	\$572,103
Add:	Prior Period (Deficiency Uncollected) Interest		\$10,753 (\$729)	
Deduct:	Prior Period (Excess Collected) Interest		\$0 \$0	
	Prior Period Adjusted			\$10,024
	Total Anticipated Cost			<u>\$582,127</u>
	Projected Gas Sales			298,632 therms
 <u>Cost of Gas</u>				
	Beginning Period Cost of Gas Rate			\$1.9493 per therm
	Mid Period Rate Adjustment - 07/01/11			\$0.2452 per therm
	Revised Cost of Gas Rate Effective July 1, 2011			<u><u>\$2.1945</u></u> per therm

Pursuant to tariff section 17(d), the Company may adjust the approved cost of gas rate upward on a monthly basis to the following rate:

Maximum Cost of Gas Rate \$2.4366 per therm

Issued: June 23, 2011
 Effective: July 1, 2011

Issued By: Michael D. Eastman
 Michael D. Eastman
 Treasurer

In Compliance with DG 11-054, Order No. 25,218