Calculation of the Cost of Gas Rate

Period Covered:

Summer Period May 1, 2012 through October 31, 2012

Projected Gas Sales - therms

320,321

Total Anticipated Cost of Propane Sendout

\$589,800

Add:

Deduct:

Prior Period Deficiency Uncollected

(\$15,719) (\$1,213)

Interest

Prior Period Excess Collected

\$0

Interest

\$0

Prior Period Adjustments and Interest

(\$16,932)

Total Anticipated Cost

\$572,868

Cost of Gas Rate - Beginning Period (per therm)

\$1.7884

Mid Period Adjustment - June 1, 2012

(\$0.5117)

Revised Cost of Gas Rate - Effective June 1, 2012 (per therm)

\$1.2767

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 (per therm)

\$2.2355

Issued:

May 24, 2012

Effective: June 1, 2012

Issued By:

Michael D. Eastman

Michael S. Eastman

Treasurer

In Compliance with DG 12-071, Order No. 25,353