Calculation of the Cost of Gas Rate

Period Covered:

Winter Period November 1, 2013 through April 30, 2014

Projected Gas Sales - therms

1,017,695

Total Anticipated Cost of Propane Sendout

\$1,682,095

Add:

Prior Period Deficiency Uncollected

\$23,544

\$2,541

Deduct:

Prior Period Excess Collected

\$0 \$0

Interest

Interest

Prior Period Adjustments and Interest

\$26,085

Total Anticipated Cost

\$1,708,180

Cost of Gas Rate

Non-Fixed Price Option Cost of Gas Rate (per therm)

\$1.6785

Fixed Price Option Premium

\$0.0200

Fixed Price Option Cost of Gas Rate (per therm)

<u>\$1.6985</u>

Non-Fixed Price Option Cost of Gas Rate - Beginning Period (per therm)

\$1.6785

Mid Period Adjustment - December 1, 2013

\$0.0468

Revised Non-Fixed Price Option Cost of Gas Rate - Effective December 1, 2013 (per therm)

\$1.7253

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 - Non-Fixed Price Option (per therm)

\$2.0981

Issued:

November 21, 2013

Effective: December 1, 2013

Issued By:

Michael S. Eastman
Michael D. Eastman

Treasurer

In Compliance with DG 13-261 , Order No. 25,588