

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 Interest	\$23,544 \$2,541	
Deduct: Prior Period Excess Collected Interest	\$0 \$0	
Prior Period Adjustments and Interest		\$26,085
Total Anticipated Cost		<u>\$1,708,180</u>

Cost of Gas Rate


Non-Fixed Price Option Cost of Gas Rate (per therm)	<u>\$1.6785</u>
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
Mid Period Adjustment - January 1, 2014	\$0.1213
Revised Non-Fixed Price Option Cost of Gas Rate - Effective January 1, 2014 (per therm)	<u><u>\$1.8466</u></u>

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: December 23, 2013  
Effective: January 1, 2014

Issued By:

  
Michael D. Eastman  
Treasurer

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