

THE WATERVILLE GAS & OIL COMPANY
PURCHASED GAS ADJUSTMENT
Gas Cost Recovery Rate Calculation

Particulars	Unit	Amount
Expected Gas Cost (EGC)	\$/Mcf	7.5331
Supplier Refund and Reconciliation Adjustment (RA)	\$/Mcf	0.0000
Actual Adjustment (AA)	\$/Mcf	(1.1472)
Balance Adjustment (BA)	\$/Mcf	0.2814
Gas Cost Recovery Rate (GCR) = EGC + RA + AA + BA	\$/Mcf	6.6673

GAS COST RECOVERY RATE EFFECTIVE DATES: 11/01/03 to 02/01/04

Expected Gas Cost Summary Calculation - Schedule 1

Particulars	Unit	Amount
Primary Gas Suppliers Expected Gas Cost	\$	3,984,733.20
Other Gas Cost	\$	0.00
Total Annual Expected Gas Cost	\$	3,984,733.20
Total Annual Sales	Mcf	528,960
Expected Gas Cost (EGC) Rate	\$/Mcf	7.5331

Supplier Refund and Reconciliation Adjustment Summary Calculation - Schedule 2

Particulars	Unit	Amount
Current Quarter Supplier Refund & Reconciliation Adjustment	\$/Mcf	0.0000
Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/Mcf	0.0000
Second Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/Mcf	0.0000
Third Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/Mcf	0.0000
Supplier Refund & Reconciliation Adjustment (RA)	\$/Mcf	0.0000

Actual Adjustment Summary Calculation - Schedule 3

Particulars	Unit	Amount
Current Quarter Actual Adjustment	\$/Mcf	(0.1292)
Previous Quarter Actual Adjustment	\$/Mcf	(0.2130)
Second Previous Quarter Actual Adjustment	\$/Mcf	(0.7204)
Third Previous Quarter Actual Adjustment	\$/Mcf	(0.0846)
Actual Adjustment (AA)	\$/Mcf	(1.1472)

Balance Adjustment Summary Calculation - Schedule 4

Particulars	Unit	Amount
Balance Adjustment Amount	\$	31,732.02
Jurisdictional Sales for Quarter	Mcf	112,749
Balance Adjustment (BA)	\$/Mcf	0.2814

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