THE WATERVILLE GAS & OIL COMPANY

PURCHASED GAS ADJUSTMENT

Gas Cost Recovery Rate Calculation

Case # 06-217-GA-GCR

Particulars	Unit	Amount
Expected Gas Cost (EGC)	$/Mcf	9.5570
Supplier Refund and Reconciliation Adjustment (RA)	$/Mcf	0.0000
Actual Adjustment (AA)	$/Mcf	(1.6223)
Gas Cost Recovery Rate (GCR) = EGC + RA + AA + BA	$/Mcf	**7.9347**

GAS COST RECOVERY RATE EFFECTIVE DATES: 05/01/06 to 06/01/06

Expected Gas Cost Summary Calculation - Schedule 1

Particulars	Unit	Amount
Primary Gas Suppliers Expected Gas Cost	$	5,390,248.50
Other Gas Cost	$	0.00
Total Annual Expected Gas Cost	$	5,390,248.50
Total Annual Sales	Mcf	564,011
Expected Gas Cost (EGC) Rate	$/Mcf	9.5570

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	(0.6177)
Previous Quarter Actual Adjustment	$/Mcf	0.0707
Second Previous Quarter Actual Adjustment	$/Mcf	(0.1597)
Third Previous Quarter Actual Adjustment	$/Mcf	(0.9156)
Actual Adjustment (AA)	$/Mcf	(1.6223)