THE WATERVILLE GAS & OIL COMPANY

PURCHASED GAS ADJUSTMENT

Gas Cost Recovery Rate Calculation

Case # 07-0217-GA-GCR

Particulars	Unit	Amount
Expected Gas Cost (EGC)	$/Mcf	8.8358
Supplier Refund and Reconciliation Adjustment (RA)	$/Mcf	0.0000
Actual Adjustment (AA)	$/Mcf	(0.8854)
Gas Cost Recovery Rate (GCR) = EGC + RA + AA + BA	$/Mcf	**7.9504**

GAS COST RECOVERY RATE EFFECTIVE DATES: 11/01/07 to 12/01/07

Expected Gas Cost Summary Calculation - Schedule 1

Particulars	Unit	Amount
Primary Gas Suppliers Expected Gas Cost	$	5,331,457.04
Other Gas Cost	$	0.00
Total Annual Expected Gas Cost	$	5,331,457.04
Total Annual Sales	Mcf	603,393
Expected Gas Cost (EGC) Rate	$/Mcf	8.8358

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	(0.0794)
Previous Quarter Actual Adjustment	$/Mcf	(0.6385)
Second Previous Quarter Actual Adjustment	$/Mcf	(0.2585)
Third Previous Quarter Actual Adjustment	$/Mcf	0.0910
Actual Adjustment (AA)	$/Mcf	(0.8854)