

THE WATERVILLE GAS & OIL COMPANY

PURCHASED GAS ADJUSTMENT

Gas Cost Recovery Rate Calculation

ALCOA GAS SERVICE, INC. DIV

Case # 07-0217-GA-GCR

2008 JAN 31 AM 10:30

Particulars	Unit	Amount
Expected Gas Cost (EGC)	\$/Mcf	8.9003
Supplier Refund and Reconciliation Adjustment (RA)	\$/Mcf	0.0000
Actual Adjustment (AA)	\$/Mcf	(0.9983)
Gas Cost Recovery Rate (GCR) = EGC + RA + AA + BA	\$/Mcf	7.9020

GAS COST RECOVERY RATE EFFECTIVE DATES: 02/01/08 to 03/01/08

Expected Gas Cost Summary Calculation - Schedule 1

Particulars	Unit	Amount
Primary Gas Suppliers Expected Gas Cost	\$	5,275,494.00
Other Gas Cost	\$	0.00
Total Annual Expected Gas Cost	\$	5,275,494.00
Total Annual Sales	Mcf	592,730
Expected Gas Cost (EGC) Rate	\$/Mcf	8.9003

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	(0.0219)
Previous Quarter Actual Adjustment	\$/Mcf	(0.0794)
Second Previous Quarter Actual Adjustment	\$/Mcf	(0.6385)
Third Previous Quarter Actual Adjustment	\$/Mcf	(0.2585)
Actual Adjustment (AA)	\$/Mcf	(0.9983)