THE WATERVILLE GAS & OIL COMPANY

PURCHASED GAS ADJUSTMENT

Gas Cost Recovery Rate Calculation

Case #15-0217-GA-GCR

| Particulars | Unit | Amount |
|---|---|---|
| Expected Gas Cost (EGC) | $/Mcf | 4.0603 |
| Supplier Refund and Reconciliation Adjustment (RA) | $/Mcf | 0.0000 |
| Actual Adjustment (AA) | $/Mcf | (0.0699) |
| **Gas Cost Recovery Rate (GCR) = EGC + RA + AA + BA** | $/Mcf | **3.9904** |

**GAS COST RECOVERY RATE EFFECTIVE DATES: 08/01/15 to 09/01/15**

Expected Gas Cost Summary Calculation - Schedule 1

| Particulars | Unit | Amount |
|---|---|---|
| Primary Gas Suppliers Expected Gas Cost | $ | 3,119,729.22 |
| Other Gas Cost | $ | 0.00 |
| Total Annual Expected Gas Cost | $ | 3,119,729.22 |
| Total Annual Sales | Mcf | 768,342 |
| Expected Gas Cost (EGC) Rate | $/Mcf | 4.0603 |

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 | (0.1142) |
| Previous Quarter Actual Adjustment | $/Mcf | 0.0466 |
| Second Previous Quarter Actual Adjustment | $/Mcf | 0.0104 |
| Third Previous Quarter Actual Adjustment | $/Mcf | (0.0127) |
| Actual Adjustment (AA) | $/Mcf | (0.0699) |