

PSC No. 1 Gas
Valley Energy, Inc.
 Initial Effective Date **November 1, 2005**

Statement Type: GAC
Statement No. 25
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VALLEY ENERGY, INC.
Statement of Gas Adjustment Charge
EFFECTIVE: November 1, 2005

Applicable to Service Classifications No. 1, 4, 5 of P.S.C. No. 1 Gas
 Calculated on **October 28, 2005** using supplier rates forecasted to be in effect on **November 1, 2005**
 (Per Mcf)

	<u>S.C. No. 1</u>	<u>S. C. No. 4</u>	<u>S. C. No. 5</u>
<u>Average Cost of Gas</u>			
The average cost of gas (as defined on General Information Rule 14.C of P.S.C. No. 1 determined on October 28, 2005 by applying the rates and charges of the Company's gas suppliers which are or will be in effect on the date the gas cost adjustment becomes effective to the quantities of gas supplied, except that for service on an interruptible basis, to the Company during the 12 months ended September 30, 2005 .	\$11.3536		\$11.3536
<u>Commodity cost of Gas</u>			
The average commodity cost of gas (as defined on General Information Leaf No. 8H of P.S.C. No. 1-Gas) determined on October 28, 2005 by applying the rates and charges of the Company's gas suppliers which are or will be in effect on the date the gas cost adjustment becomes effective to the quantities of gas supplied to the Company during the 12 months ended September 30, 2005		\$11.0495	\$11.0495
<u>Cost of Gas</u>	\$11.3536	\$11.0495	
<u>Difference (average cost of gas - commodity cost of gas)</u>			\$0.3041
<u>Difference</u>			
Difference multiplied by the LAUF factor 1.0149	\$11.5228	\$11.2141	\$0.3086
Annual Surcharge Adjustment	(\$1.3699)	(\$1.5302)	
Gas Adjustment Charge:	\$10.1529	\$9.6839	\$0.3086

Issue Date: **October 28, 2005**
 Issued By: Marjorie Johnston, Vice President & Treasurer