PSC No. 1 Gas

Statement Type: GAC Statement No. 113 Page 1 of 1

Valley Energy, Inc.Initial Effective Date:February 1, 2013

## VALLEY ENERGY, INC. Statement of Gas Adjustment Charge EFFECTIVE MONTH: FEBRUARY YEAR: <u>2013</u>

Applicable to Service Classifications No. 1, 4, 5 of P.S.C. No. 1 Gas

Calculated on January 29, 2012 using supplier rates forecasted to be in effect on Februrary 1, 2013.

(Per Mcf)

	<u>S.C. No. 1</u>	<u>S. C. No. 4</u>	<u>S. C. No. 5</u>
A.) Average Commodity Cost per Mcf The average commodity cost of gas (as defined on General Information Leaf No. 8H of P.S.C. No. 1-Gas) determined on January 29, 2013 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 <b>December 31, 2012.</b>	\$ 2.98630	\$ 2.98630	
<b>B.)</b> Average Demand Cost per Mcf The average demand costs determined on January 29, 2012 by applying the rates and charges of the Company's gas suppliers which are or will be in effect on the date 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 month ended <b>December</b> 31, 2012.			
	0.48540	-	0.48540
C.) Average Cost of Gas per Mcf	3.47170	2.98630	0.48540
Difference (average cost of gas - commodity cost of gas)			0.48540
Average Cost multiplied by the LAUF factor 1.0149	3.52343	3.03080	0.49263
D.) Annual Surcharge Adjustment	0.26370	0.44470	-
E.) Gas Cost Adjustment	3.78713	3.47550	0.49263
F.) Merchant Function Charge	N/A	N/A	N/A
G.) TOTAL GAS COST PER MCF	\$ 3.78713	\$ 3.47550	\$ 0.49263

Issue Date: January 29, 2013

Issued By: Marjorie Johnston, Vice President & Treasurer