# VALLEY ENERGY, INC. Statement of Gas Adjustment Charge EFFECTIVE MONTH: January YEAR: $\underline{\underline{2019}}$ 

Applicable to Service Classifications No. 1, 4, 5 of P.S.C. No. 1 Gas Calculated on December 28, 2018 using supplier rates forecasted to be in effect on January 1, 2019.
(Per Mcf)
$\underline{\text { S.C. No. } 1} \underline{\text { S. C. No. } 4} \quad \underline{\text { S. C. No. } 5}$

## 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 December 28, 2018 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 November 30, 2018.
\$ $3.48641 \quad \$ \quad 3.48641$

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0.27492
$$

0.27492

## C.) Average Cost of Gas per Mcf

Difference (average cost of gas - commodity cost of gas)
The average demand costs determined on December 28, 2018 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 November 30, 2018.

| C.) Average Cost of Gas per Mcf |  | 3.76133 |  | 3.48641 |  | $\begin{aligned} & 0.27492 \\ & 0.27492 \end{aligned}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Difference (average cost of gas - commodity cost of gas) |  |  |  |  |  |  |
| Average Cost multiplied by the LAUF factor 1.0149 |  | 3.81737 |  | 3.53836 |  | 0.27902 |
| D.) Annual Surcharge Adjustment |  | (0.83910) |  | - |  | - |
| E.) Gas Cost Adjustment |  | 2.97827 |  | 3.53836 |  | 0.27902 |
| F.) Merchant Function Charge |  | N/A |  | N/A |  | N/A |
| G.) TOTAL GAS COST PER MCF | \$ | 2.97827 | \$ | 3.53836 | \$ | 0.27902 |

Issued By: Jamie Levering, Vice President \& Treasurer

