Received: 06/27/2016 Statu

Status: CANCELLED Effective Date: 07/01/2016

PSC No. 1 Gas
Valley Energy, Inc.

Initial Effective Date: July 1, 2016

Statement Type: GAC
Statement No. 154
Page 1 of 1

VALLEY ENERGY, INC. Statement of Gas Adjustment Charge EFFECTIVE MONTH: JULY YEAR: 2016

Applicable to Service Classifications No. 1, 4, 5 of P.S.C. No. 1 Gas
Calculated on **June 27, 2016** using supplier rates forecasted to be in effect on **July 1, 2016**.

(Per Mcf)

A.) Average Commodity Cost per Mcf	S.C. No. 1	S. C. No. 4	S. C. No. 5
The average commodity cost of gas (as defined on General Information Leaf No. 8H of P.S.C. No. 1-Gas) determined on June 27, 2016 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 May 31, 2016 .			
	\$ 1.20307 \$	1.20307	
B.) Average Demand Cost per Mcf The average demand costs determined on June 27, 2016 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 May 31, 2016.			
	0.67473	-	0.67473
C.) Average Cost of Gas per Mcf	1.87780	1.20307	0.67473
Difference (average cost of gas - commodity cost of gas)			0.67473
Average Cost multiplied by the LAUF factor 1.0149	1.90578	1.22100	0.68478
D.) Annual Surcharge Adjustment	0.03540	0.47930	-
E.) Gas Cost Adjustment	1.94118	1.70030	0.68478
F.) Merchant Function Charge	N/A	N/A	N/A
G.) TOTAL GAS COST PER MCF	\$ 1.94118 \$	1.70030	\$ 0.68478

Issue Date: June 27, 2016

Issued By: Marjorie Johnston, Vice President & Treasurer