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Status: CANCELLED Effective Date: 08/01/2013

PSC No. 1 Gas Valley Energy, Inc.

Initial Effective Date: August 1, 2013

Statement Type: GAC
Statement No. 119
Page 1 of 1

VALLEY ENERGY, INC. Statement of Gas Adjustment Charge EFFECTIVE MONTH: AUGUST YEAR: 2013

Applicable to Service Classifications No. 1, 4, 5 of P.S.C. No. 1 Gas
Calculated on July 25, 2013 using supplier rates forecasted to be in effect on August 1, 2013.

(Per Mcf)

	S.C. No. 1	S. C. No.	<u>4</u>	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 July 25, 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 June 30, 2013.				
	\$ 3.23341	\$ 3.23341		
B.) Average Demand Cost per Mcf The average demand costs determined on July 25, 2013 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 June 30, 2013.				
	0.28663	-		0.28663
C.) Average Cost of Gas per Mcf	3.52004	3.23341		0.28663
Difference (average cost of gas - commodity cost of gas)				0.28663
Average Cost multiplied by the LAUF factor 1.0149	3.57249	3.28159)	0.29090
D.) Annual Surcharge Adjustment	0.26370	0.44470)	-
E.) Gas Cost Adjustment	3.83619	3.72629)	0.29090
F.) Merchant Function Charge	N/A	N/A		N/A
G.) TOTAL GAS COST PER MCF	\$ 3.83619	\$ 3.72629	\$	0.29090

Issue Date: July 25, 2013

Issued By: Marjorie Johnston, Vice President & Treasurer