

CALCULATION OF THE SUMMER COST OF GAS RATE

Period Covered: Summer Period May 1, 2016 through October 31, 2016

Projected Gas Sales - therms		326,680
Total Anticipated Cost of Propane Sendout		\$288,281
Add: Prior Period Deficiency Uncollected Interest		\$0 \$0
Deduct: Prior Period Excess Collected Interest		(\$153,941) (\$3,041)
Prior Period Adjustments and Interest		(\$156,982)
Total Anticipated Cost		<u>\$131,299</u>
Cost of Gas Rate - Beginning Period (per therm)		\$0.4019
Mid Period Adjustment - October 1, 2016		\$0.1005
Revised Cost of Gas Rate - Effective October 1, 2016 (per therm)		<u><u>\$0.5024</u></u>
<p>Pursuant to tariff section 17(d), the Company may adjust the approved cost of gas rate upward on a monthly basis to the following rate:</p>		
Maximum Cost of Gas Rate (per therm)		<u><u>\$0.5024</u></u>

Dated: September 22, 2016  
Effective: October 1, 2016

Issued By: /s/ David R. Swain  
Title: President