

8. Gas Cost Recovery (GCR)

Applicability. To all sales customers subject to the Gas Cost Recovery (GCR) as determined in accordance with Chapter 4901:1-14, Ohio Administrative Code, (GCR Regulations).

a. Rates for natural gas consumption in accordance with PUCO Case No. 04-1338-GA-UNC

i. Hillsboro Division

1. Effective rate from December 1, 2008 through December 31, 2008
\$ 1.09462 per Ccf

ii. Waverly Division

1. Effective rate from December 1, 2008 through December 31, 2008
\$ 1.09462 per Ccf

Issued: November 26, 2008

Effective: December 1, 2008

Filed Under Authority of Case No. 08-0214-GA-GCR
Issued by the Public Utilities Commission of Ohio

Issued by Brian R. Jonard, President

**PIKE NATURAL GAS COMPANY - HILLSBORO DIVISION
PURCHASED GAS ADJUSTMENT
GAS COST RECOVERY RATE CALCULATION**

PARTICULARS	UNIT	AMOUNT
Expected Gas Cost (EGC)	\$/MCF	\$ 11.4500
Supplier Refund and Reconciliation Adjustment (RA)	\$/MCF	\$ 0.0038
Actual Adjustment (AA)	\$/MCF	\$ (0.5076)
Gas Cost Recovery Rate (GCR) = EGC + RA + AA	\$/MCF	\$ 10.9462

Gas Cost Recovery Rate Effective Dates: December 1, 2008 to December 31, 2008.

EXPECTED GAS COST SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
Primary Gas Suppliers Expected Gas Cost	\$	\$ 5,142,069
Utility Production Expected Gas Cost	\$	\$ -
Includable Propane Expected Gas costs	\$	\$ -
Total Annual Expected Gas Costs	\$	\$ 5,142,069
Total Annual Sales	MCF	449,089
Expected Gas Costs (EGC) Rate	\$/MCF	\$ 11.4500

SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
Current Quarterly Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Previous Quarterly Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Second Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ 0.0038
Third Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Supplier Refund & Reconciliation Adjustment (RA)	\$/MCF	\$ 0.0038

ACTUAL ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
Current Quarterly Actual Adjustment	\$/MCF	\$ (0.7196)
Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ (0.4459)
Second Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ 0.6084
Third Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ 0.0495
Actual Adjustment (AA)	\$/MCF	\$ (0.5076)

THIS QUARTERLY REPORT FILED PURSUANT TO ORDER NO 76-515-GA-ORD OF
THE PUBLIC UTILITIES COMMISSION OF OHIO, DATED OCTOBER 18, 1979.

DATE FILED: November 26, 2008

BY: Brian Jonard
TITLE: President

**PIKE NATURAL GAS COMPANY - HILLSBORO DIVISION
PURCHASED GAS ADJUSTMENT
EXPECTED GAS COST RATE CALCULATION**

Details for the EGC Rate In Effect As of December 1, 2008.
Volume for the Twelve Month Period Ended October 31, 2008.

Supplier Name	Expected Gas Cost Amount (\$)			
	Demand	Commodity	Misc.	Total
<u>Primary Gas Suppliers:</u>				
(A) Interstate Pipeline Suppliers (Sch 1-A)	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
Total Interstate Pipeline Suppliers	\$ -	\$ -	\$ -	\$ -
(B) Synthetic (Sch 1-A)	\$ -		\$ -	\$ -
(C) Other Gas Companies (Sch 1-B)	\$ -	\$ 5,142,069	\$ -	\$ 5,142,069
(D) Ohio Producers (Sch 1-B)	\$ -	\$ -	\$ -	\$ -
(E) Self Help Arrangements (Sch 1-B)	\$ -	\$ -	\$ -	\$ -
(F) Special Purchases (Sch 1 -B)	\$ -	\$ -	\$ -	\$ -
Total Primary Gas Suppliers	\$ -	\$ 5,142,069	\$ -	\$ 5,142,069
<u>Utility Production</u>				
Total Utility Production (Attach Details)				\$ -
<u>Includable Propane</u>				
(A) Peak Shaving (Attach Details)				\$ -
(B) Volumetric (Attach Detail)				\$ -
Total Includable Propane				\$ -
Total Expected Gas Cost Amount				\$ 5,142,069

**PIKE NATURAL GAS COMPANY - HILLSBORO DIVISION
PURCHASED GAS ADJUSTMENT
OTHER PRIMARY SUPPLIERS**

Details for the EGC Rate In Effect As of December 1, 2008.
Volume for the Twelve Month Period Ended October 31, 2008.

Supplier Name	Unit Rate (\$/MCF)	Twelve Month Volume (MCF)	Expected Gas Cost Amount (\$)
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Other Gas Companies:

Atmos Energy Marketing	\$ 11.4500	449,089	\$ 5,142,069
	\$ -	-	
	\$ -	-	
Total Other Gas Companies			<u>\$ 5,142,069</u>

Ohio Producers

East Ohio Gas	\$ -	-	\$ -
	\$ -	-	
	\$ -	-	
Total Other Gas Companies			<u>\$ -</u>

Self-Help Arrangement

	\$ -	-	\$ -
	\$ -	-	
	\$ -	-	
Total Self-Help Arrangement			<u>\$ -</u>

Special Purchases

Various Sources Price	\$ -	-	\$ -
Includes Transportation	\$ -	-	
	\$ -	-	
Total Other Gas Companies			<u>\$ -</u>

**PIKE NATURAL GAS COMPANY - HILLSBORO DIVISION
PURCHASED GAS ADJUSTMENT
SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT**

Details for the Three Months Ended June 30, 2007

Particulars	Unit	Amount
Jurisdictional Sales for the Twelve Months Ended 06/30/2008	MCF	449,040
Total Sales: Twelve Months Ended 06/30/2008	MCF	449,040
Ratio Jurisdictional Sales to Total Sales	Ratio	1:1
Supplier Refunds Received During Three Month Period		\$ -
Jurisdictional Share of Refunds Received		\$ -
Reconciliation Adjustments Ordered During Quarter BA over 12 Months		\$ -
Total Jurisdictional Refund and Reconciliation Adjustment		\$ -
Interest Factor		1.0550
Refunds and Reconciliation Adjustment Including Interest		\$ -
Jurisdictional Sales Twelve Months Ending 06/30/2008	MCF	449,040
Current Supplier Refund and Reconciliation Adjustment	\$/MCF	\$ -

**Details of Refunds/Adjustments
Received/Ordered During the Three Months Ended 06/30/2008**

Particulars (Specify)	Amount (\$)
<u>Supplier Refunds Received During Quarter</u>	See Sch. II-1
	\$ -
	\$ -
Total Supplier Refunds	\$ -
<u>Reconciliation Adjustments Ordered During Quarter</u>	
	\$ -
	-
Total Reconciliation Adjustments Ordered	\$ -

**PIKE NATURAL GAS COMPANY - HILLSBORO DIVISION
PURCHASED GAS ADJUSTMENT
SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT
DETAILS OF SUPPLIER REFUNDS**

Details for the Three Months Ended June 30, 2007

MM-YY	Amount
Apr-08	\$ -
May-08	\$ -
Jun-08	\$ -
Total	\$ -

PIKE NATURAL GAS COMPANY - HILLSBORO DIVISION
PURCHASED GAS ADJUSTMENT
ACTUAL ADJUSTMENT

Details for the Three Months Ended June 30, 2007

Particulars	Unit	Month Apr-08	Month May-08	Month Jun-08
<u>Supply Volume Per Books</u>				
Primary Supplies	MCF	23,437	16,556	9,013
Local Production	MCF	-	-	-
Special Production	MCF	-	-	-
Other Volumes - Specify				
Storage (Net) = (In) Out	MCF	-	-	-
Storage Adjustment	MCF	-	-	-
Total Supply Volumes	MCF	23,437	16,556	9,013
<u>Supply Costs Per Books</u>				
Primary Supplies	\$	\$ 278,889	\$ 227,368	\$ 130,361
Local Production	\$	-	-	-
Take or Pay	\$	-	-	-
Allocated to S.C. @ 9.79%	\$	-	-	-
Storage Costs	\$	-	-	-
Storage Adjustment	\$	-	-	-
Total Supply Costs	\$	\$ 278,889	\$ 227,368	\$ 130,361
<u>Sales Volumes</u>				
Jurisdictional	MCF	49,748	18,326	11,661
Non-Jurisdictional	MCF	-	-	-
Other Volumes (Specify)	MCF	-	-	-
Total Sales Volumes	MCF	49,748	18,326	11,661
<u>Unit Book Cost of Gas</u>				
(Supply \$ / Sales MCF)	\$/MCF	\$ 5.6060	\$ 12.4068	\$ 11.1792
Less: EGC In Effect for Month	\$/MCF	\$ 11.6706	\$ 11.7250	\$ 13.0250
Difference	\$/MCF	\$ (6.0646)	\$ 0.6818	\$ (1.8458)
Times: Jurisdictional Sales	MCF	49,748	18,326	11,661
Monthly Cost Difference	\$	\$ (301,702)	\$ 12,495	\$ (21,524)
Other Credits	\$	\$ -	\$ -	\$ -
Particulars	Unit	Amount		
Cost Difference for Three Month Period	\$	\$ (310,731)		
Balance Adjustment (Sch. IV)		(12,400)		
Total		\$ (323,131)		
Twelve Month Jurisdictional Sales Ended 06/30/2008	MCF	449,040		
Current Quarter Actual Adjustment	\$/MCF	\$ (0.7196)		

PIKE NATURAL GAS COMPANY - HILLSBORO DIVISION
PURCHASED GAS ADJUSTMENT
BALANCE ADJUSTMENT

Details for the Three Months Ended June 30, 2007

Particulars	Amount
<u>Balance Adjustment for the AA</u>	
Cost: Difference between book and effective EGC as used to compute AA of the GCR in effect four quarters prior to the current effective GCR.	\$ (374,461)
Less: Dollar amount resulting from the AA of (\$0.8063) \$/Mcf as used to compute the GCR in effect four quarters prior to the current effective GCR times the jurisdictional sales of 449,040 Mcf for the period between the effective date of the GCR rate in effect approximately one year prior to the current rate.	\$ (362,061)
Balance Adjustment for the AA	<u>\$ (12,400)</u>
<u>Balance Adjustment for the RA</u>	
Costs: Dollar amount of supplier and Commission ordered reconciliation adjustments as used to compute RA of the GCR in effect four quarters prior to the currently effective GCR.	\$ -
Less: Dollar amount resulting from the unit rate for supplier refunds and reconciliation adjustments of _____ \$/Mcf as used to compute RA of the GCR in effect four quarters prior to the currently effective GCR times the jurisdictional sales of _____ Mcf for the period between the effective date of the current GCR rate and the effective date of the GCR rate in effect approximately one year prior to the current rate.	\$ -
Balance Adjustment for the RA	<u>\$ -</u>
<u>Balance Adjustment for the BA</u>	
Costs: Dollar amount of balance adjustment as used to compute BA of the GCR in effect one quarter prior to the currently effective GCR.	\$ -
Less: Dollar amount resulting from the BA of _____ \$/Mcf as used to compute the GCR in effect one quarter prior to the currently effective GCR times the jurisdictional sales of _____ Mcf for the period between the effective date of the current	\$ -
Balance Adjustment for the BA	<u>\$ -</u>
Total Balance Adjustment	<u>\$ (12,400)</u>

**PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
GAS COST RECOVERY RATE CALCULATION**

PARTICULARS	UNIT	AMOUNT
Expected Gas Cost (EGC)	\$/MCF	\$ 11.4829
Supplier Refund and Reconciliation Adjustment (RA)	\$/MCF	\$ (0.2413)
Actual Adjustment (AA)	\$/MCF	\$ (0.2954)
Gas Cost Recovery Rate (GCR) = EGC + RA + AA	\$/MCF	\$ 10.9462

Gas Cost Recovery Rate Effective Dates: December 1, 2008 to December 31, 2008.

EXPECTED GAS COST SUMMARY CALCULATION		
PARTICULARS	UNIT	AMOUNT
Primary Gas Suppliers Expected Gas Cost	\$	\$ 4,331,017
Utility Production Expected Gas Cost	\$	\$ -
Includable Propane Expected Gas costs	\$	\$ -
Total Annual Expected Gas Costs	\$	\$ 4,331,017
Total Annual Sales	MCF	377,171
Expected Gas Costs (EGC) Rate	\$/MCF	\$ 11.4829

SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT SUMMARY CALCULATION		
PARTICULARS	UNIT	AMOUNT
Current Quarterly Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Previous Quarterly Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Second Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ (0.2413)
Third Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Supplier Refund & Reconciliation Adjustment (RA)	\$/MCF	\$ (0.2413)

ACTUAL ADJUSTMENT SUMMARY CALCULATION		
PARTICULARS	UNIT	AMOUNT
Current Quarterly Actual Adjustment	\$/MCF	\$ (1.6547)
Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ 0.4580
Second Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ 1.0801
Third Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ (0.1788)
Actual Adjustment (AA)	\$/MCF	\$ (0.2954)

THIS QUARTERLY REPORT FILED PURSUANT TO ORDER NO 76-515-GA-ORD OF
THE PUBLIC UTILITIES COMMISSION OF OHIO, DATED OCTOBER 18, 1979.

DATE FILED: November 26, 2008

BY: Brian Jonard
TITLE: President

**PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
EXPECTED GAS COST RATE CALCULATION**

Details for the EGC Rate In Effect As of December 1, 2008
Volume for the Twelve Month Period Ended October 31, 2008

Supplier Name	Expected Gas Cost Amount (\$)			
	Demand	Commodity	Misc.	Total
<u>Primary Gas Suppliers:</u>				
(A) Interstate Pipeline Suppliers (Sch 1-A)	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
Total Interstate Pipeline Suppliers	\$ -	\$ -	\$ -	\$ -
(B) Synthetic (Sch 1-A)	\$ -		\$ -	\$ -
(C) Other Gas Companies (Sch 1-B)	\$ -	\$ 4,331,017	\$ -	\$ 4,331,017
(D) Ohio Producers (Sch 1-B)	\$ -	\$ -	\$ -	\$ -
(E) Self Help Arrangements (Sch 1-B)	\$ -	\$ -	\$ -	\$ -
(F) Special Purchases (Sch 1 -B)	\$ -	\$ -	\$ -	\$ -
Total Primary Gas Suppliers	\$ -	\$ 4,331,017	\$ -	\$ 4,331,017
<u>Utility Production</u>				
Total Utility Production (Attach Details)				\$ -
<u>Includable Propane</u>				
(A) Peak Shaving (Attach Details)				\$ -
(B) Volumetric (Attach Detail)				\$ -
Total Includable Propane				\$ -
Total Expected Gas Cost Amount				\$ 4,331,017

**PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
OTHER PRIMARY SUPPLIERS**

Details for the EGC Rate In Effect As of December 1, 2008
Volume for the Twelve Month Period Ended October 31, 2008

Supplier Name	Unit Rate (\$/MCF)	Twelve Month Volume (MCF)	Expected Gas Cost Amount (\$)
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Other Gas Companies:

Atmos Energy Marketing	\$ 11.4829	377,171	\$ 4,331,017
	\$ -	-	
	\$ -	-	
Total Other Gas Companies			<u>\$ 4,331,017</u>

Ohio Producers

	\$ -	-	\$ -
	\$ -	-	
	\$ -	-	
Total Other Gas Companies			<u>\$ -</u>

Self-Help Arrangement

	\$ -	-	\$ -
	\$ -	-	
	\$ -	-	
Total Self-Help Arrangement			<u>\$ -</u>

Special Purchases

Various Sources Price	\$ -	-	\$ -
Includes Transportation	\$ -	-	
	\$ -	-	
Total Other Gas Companies			<u>\$ -</u>

**PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT**

Details for the Three Months Ended June 30, 2008

Particulars	Unit	Amount
Jurisdictional Sales for the Twelve Months Ended 06/30/2008	MCF	373,494
Total Sales: Twelve Months Ended 06/30/2008	MCF	373,494
Ratio Jurisdictional Sales to Total Sales	Ratio	1:1
Supplier Refunds Received During Three Month Period		\$ -
Jurisdictional Share of Refunds Received		\$ -
Reconciliation Adjustments Ordered During Quarter BA over 12 Months		\$ -
Total Jurisdictional Refund and Reconciliation Adjustment		\$ -
Interest Factor		1.0550
Refunds and Reconciliation Adjustment Including Interest		\$ -
Jurisdictional Sales Twelve Months Ending 06/30/2008	MCF	373,494
Current Supplier Refund and Reconciliation Adjustment	\$/MCF	\$ -

**Details of Refunds/Adjustments
Received/Ordered During the Three Months Ended 06/30/2008**

Particulars (Specify)	Amount (\$)
<u>Supplier Refunds Received During Quarter</u>	See Sch. II-1
	\$ -
	\$ -
Total Supplier Refunds	\$ -
<u>Reconciliation Adjustments Ordered During Quarter</u>	
	\$ -
	\$ -
Total Reconciliation Adjustments Ordered	\$ -

**PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT
DETAILS OF SUPPLIER REFUNDS**

Details for the Three Months Ended June 30, 2008

MM-YY	Amount
Apr-08	\$ -
May-08	\$ -
Jun-08	\$ -
 Total	 <u>\$ -</u>

PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
ACTUAL ADJUSTMENT

Details for the Three Months Ended June 30, 2008

Particulars	Unit	Month Apr-08	Month May-08	Month Jun-08
Supply Volume Per Books				
Primary Supplies	MCF	14,350	2,151	-
Local Production	MCF	-	-	-
Special Production	MCF	-	-	-
Other Volumes - Specify				
Storage (Net) = (In) Out	MCF	-	-	-
Storage Adjustment	MCF	-	-	-
Total Supply Volumes	MCF	14,350	2,151	-

Supply Costs Per Books

Primary Supplies	\$	\$ 171,285	\$ 29,655	\$ -
Local Production	\$	-	-	-
Take or Pay	\$	-	-	-
Allocated to S.C. @ 9.79%	\$	-	-	-
Storage Costs	\$	-	-	-
Storage Adjustment	\$	-	-	-
Total Supply Costs	\$	\$ 171,285	\$ 29,655	\$ -

Sales Volumes

Jurisdictional	MCF	39,388	17,952	12,363
Non-Jurisdictional	MCF	-	-	-
Other Volumes (Specify)	MCF	-	-	-
Total Sales Volumes	MCF	39,388	17,952	12,363

Unit Book Cost of Gas

(Supply \$ / Sales MCF)	\$/MCF	\$ 4.3487	\$ 1.6519	\$ -
Less: EGC In Effect for Month	\$/MCF	\$ 11.4071	\$ 11.4615	\$ 12.7615
Difference	\$/MCF	\$ (7.0584)	\$ (9.8096)	\$ (12.7615)
Times: Jurisdictional Sales	MCF	39,388	17,952	12,363
Monthly Cost Difference	\$	\$ (278,016)	\$ (176,102)	\$ (157,770)
Other Credits	\$	\$ -	\$ -	\$ -

Particulars	Unit	Amount
Cost Difference for Three Month Period	\$	\$ (611,888)
Balance Adjustment (Sch. IV)		\$ (6,127)
Total		\$ (618,015)
Twelve Month Jurisdictional Sales Ended 06/30/2008	MCF	373,494
Current Quarter Actual Adjustment	\$/MCF	\$ (1.6547)

**PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
BALANCE ADJUSTMENT**

Details for the Three Months Ended June 30, 2008

Particulars	Amount
<u>Balance Adjustment for the AA</u>	
Cost: Difference between book and effective EGC as used to compute AA of the GCR in effect four quarters prior to the current effective GCR.	\$ (127,774)
Less: Dollar amount resulting from the AA of (\$0.3257) \$/Mcf as used to compute the GCR in effect four quarters prior to the current effective GCR times the jurisdictional sales of 373,494 Mcf for the period between the effective date of the GCR rate in effect approximately one year prior to the current rate.	\$ (121,647)
Balance Adjustment for the AA	<u>\$ (6,127)</u>
<u>Balance Adjustment for the RA</u>	
Costs: Dollar amount of supplier and Commission ordered reconciliation adjustments as used to compute RA of the GCR in effect four quarters prior to the currently effective GCR.	\$ -
Less: Dollar amount resulting from the unit rate for supplier refunds and reconciliation adjustments of _____ \$/Mcf as used to compute RA of the GCR in effect four quarters prior to the currently effective GCR times the jurisdictional sales of _____ Mcf for the period between the effective date of the current GCR rate and the effective date of the GCR rate in effect approximately one year prior to the current rate.	\$ -
Balance Adjustment for the RA	<u>\$ -</u>
<u>Balance Adjustment for the BA</u>	
Costs: Dollar amount of balance adjustment as used to compute BA of the GCR in effect one quarter prior to the currently effective GCR.	\$ -
Less: Dollar amount resulting from the BA of _____ \$/Mcf as used to compute the GCR in effect one quarter prior to the currently effective GCR times the jurisdictional sales of _____ Mcf for the period between the effective date of the current	\$ -
Balance Adjustment for the BA	<u>\$ -</u>
Total Balance Adjustment	<u><u>\$ (6,127)</u></u>