ECONE TO-PROMETERS DIVOCTOBER 31, 2007

2007 OCT 31 AM 9: 09

PUCO

Ms. Renee Jenkins Secretary Public Utilities Commission of Ohio 180 East Broad Street Columbus, Ohio 43266-0573

RE: Case Nos. 07-214-GA-GCR and 89-8020-GA-TRF

Dear Secretary Jenkins;

Pike Natural Gas Company ("Pike") herein submits the following:

- For filing in Case No. 89-8020-GA-TRF, an original plus one (1) copy each
 of its GCR tariff sheets for its Waverly and Hillsboro Divisions effective for
 billing purposes on November 1, 2007, in compliance with amendments to
 Rule 4901:1-14, O.A.C.. The enclosed tariff, Sixteenth Revised Sheet
 Number 32 supersedes existing Fifteenth Revised Sheet No. 32, which is
 hereby withdrawn.
- For filing in Case No. 07-214-GA-GCR, an original plus ten (10) copies each of the GCR calculations for Pike's Hillsboro and Waverly Divisions for the GCR to be effective for billing purposes November 1, 2007.

Very truly yours
PIKE NATURAL GAS COMPANY

Kenneth N. Rosselet, Jr. Regulatory Compliance Officer

Kinneth N. Levelt

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).

- Rates for natural gas consumption in accordance with PUCO Case No. 04-1338-GA-UNC
 - i. Hillsboro Division
 - 1. Effective rate from November 1, 2007 through November 30, 2007 \$ 0.94417 per Ccf
 - ii. Waverly Division
 - 1. Effective rate from November 1, 2007 through November 30, 2007 \$ 1.06142 per Ccf

Issued: October 31, 2007 Effective: November 1, 2007

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

| PARTICULARS | | AMOUNT |
|--|--------|-------------|
| Expected Gas Cost (EGC) | \$/MCF | \$ 9.7000 |
| Supplier Refund and Reconciliation Adjustment (RA) | \$/MCF | \$ - |
| Actual Adjustment (AA) | \$/MCF | \$ (0.2583) |
| Gas Cost Recovery Rate (GCR) = EGC + RA + AA | \$/MCF | \$ 9.4417 |

Gas Cost Recovery Rate Effective Dates: November 1, 2007 to November 30, 2007.

EXPECTED GAS COST SUMMARY CALCULATION

| PARTICULARS | UNIT | AMOUNT |
|---|--------|--------------|
| Primary Gas Suppliers Expected Gas Cost | \$ | \$ 4,460,555 |
| Utility Production Expected Gas Cost | \$ | \$ - |
| Includable Propane Expected Gas costs | \$ | \$ - |
| Total Annual Expected Gas Costs | \$ | \$ 4,460,555 |
| Total Annual Sales | MCF | 459,851 |
| Expected Gas Costs (EGC) Rate | \$/MCF | \$ 9.7000 |

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 | \$ - |
| Third Previous Quarter Supplier Refund & Reconciliation Adjustment | \$/MCF | \$ - |
| Supplier Refund & Reconciliation Adjustment (RA) | \$/MCF | \$ - |

ACTUAL ADJUSTMENT SUMMARY CALCULATION

| PARTICULARS | UNIT | A | MOUNT |
|--|--------|----|----------|
| Current Quarterly Actual Adjustment | \$/MCF | \$ | (0.2132) |
| Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ | (0.8063) |
| Second Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ | 0.6535 |
| Third Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ | 0.1077 |
| Actual Adjustment (AA) | \$/MCF | \$ | (0.2583) |

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: October 31, 2007 BY: Brian Jonard

TITLE: President

SCHEDULE I PAGE 2 OF 7

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

Details for the EGC Rate In Effect As of November 1, 2007. Volume for the Twelve Month Period Ended September 30, 2007.

| | Expected Gas Cost Amount (\$) | | | | | | | |
|---|-------------------------------|------|----|-----------|----|-----------|----------|-------------|
| Supplier Name | De | mand | С | ommodity | | Misc. | | Total |
| Primary Gas Suppliers: (A) Interstate Pipeline Suppliers (Sch 1-A) | \$ | - | \$ | • | \$ | - | \$ | - |
| | \$ | - | \$ | - | \$ | - | \$ | - |
| | \$ | | \$ | | \$ | _ | \$ | • |
| Total Interstate Pipeline Suppliers | \$ | • | \$ | - | \$ | - | \$ | - |
| (B) Synthetic (Sch 1-A) | \$ | - | | | \$ | - | \$ | - |
| (C) Other Gas Companies (Sch 1-B) | \$ | - | \$ | 4,460,555 | \$ | - | \$ | 4,460,555 |
| (D) Ohio Producers (Sch 1-B) | \$ | - | \$ | • | \$ | - | \$ | - |
| (E) Self Help Arrangements (Sch 1-B) | \$ | - | \$ | - | \$ | - | \$ | - |
| (F) Special Purchases (Sch 1 -B) | \$ | - | \$ | - | \$ | - | \$ | |
| Total Primary Gas Suppliers | \$ | - | \$ | 4,460,555 | \$ | • | \$ | 4,460,555 |
| Utility Production Total Utility Production (Attach Details) | | | | | | | \$ | - |
| Includable Propane (A) Peak Shaving (Attach Details) (B) Volumetric (Attach Detail) Total Includable Propane | | | | | | | \$ \$ | - - - |
| Total Expected Gas Cost Amount | | | | | \$ | 4,460,555 | | |

SCHEDULE I-B PAGE 3 OF 7

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

Details for the EGC Rate In Effect As of November 1, 2007. Volume for the Twelve Month Period Ended September 30, 2007.

| Supplier Name | | Unit Rate (\$/MCF) | Twelve Month Volume (MCF) | Expected Gas Cost Amount (\$) |
|--|----------------|--------------------------|------------------------------------|-------------------------------|
| Other Gas Companies: | | | , _ | _ |
| Atmos Energy Marketing | \$ \$ \$ | 9. 7000 - - | 459,851 - - | \$ 4,460,555 |
| Total Other Gas Companies | • | | | \$ 4,460,555 |
| Ohio Producers | | | | |
| East Ohio Gas | \$ \$ \$ | - | - - | \$ - |
| Total Other Gas Companies | Ψ | - | - | \$ _ |
| Self-Help Arrangement | | | | |
| | \$ \$ \$ | - - | - | \$ - |
| Total Self-Help Arrangement | Ψ | - | - | \$ - |
| Special Purchases | | | | |
| Various Sources Price Includes Transportation | \$ \$ \$ | - - - | • - • | \$ - |
| Total Other Gas Companies | | | | \$ - |

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

| Particulars | Unit | | Amount |
|---|----------------|----------------|-------------|
| Jurisdictional Sales for the Twelve Months Ended 09/30/2007 | MCF | | 459,851 |
| Total Sales: Twelve Months Ended 09/30/2007 | MCF | | 459,851 |
| 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 Mo | \$ | - | |
| Total Jurisdictional Refund and Reconciliation Adjustment | | \$ | - |
| Interest Factor | | | 1.0550 |
| Refunds and Reconciliation Adjustment Including Interest | | \$ | - |
| Jurisdictional Sales Twelve Months Ending 09/30/2007 | MCF | | 459,851 |
| Current Supplier Refund and Reconciliation Adjustment | \$/MCF | \$ | |
| Details of Refunds/Adjustment | | | |
| Received/Ordered During the Three Months E | :naea 05/30/20 | 007 | |
| Particulars (Specify) | | An | nount (\$) |
| Supplier Refunds Received During Quarter | | | e Sch. II-1 |
| | | \$ \$ | - |
| Total Supplier Refunds | | \$ | |
| Reconciliation Adjustments Ordered During Quarter | | | |
| | | \$ | - |
| Total Supplier Refunds | | -\$ | - |
| • • | | <u> </u> | |

SCHEDULE II-1 PAGE 5 OF 7

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

| MM-YY | An | ount |
|------------------|----|-------------|
| Apr-07 | \$ | - |
| Apr-07 May-07 | \$ | |
| Jun-07 | \$ | - |
| | | |
| Total | \$ | - |

SCHEDULE III-A PAGE 6 OF 7

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

| | | | Month | | Month | | Month |
|---|----------|----|----------|----|--------------|----|----------------|
| Particulars Particulars | Unit | | Apr-07 | | May-07 | | Jun-07 |
| Supply Volume Per Books | | | | | | | |
| Primary Supplies | MCF | | 36,839 | | 12,095 | | 6,764 |
| Local Production | MCF | | ´- | | | | , - |
| Special Production | MCF | | - | | - | | - |
| Other Volumes - Specify | | | | | | | |
| Storage (Net) = (In) Out | MCF | | - | | _ | | _ |
| Storage Adjustment | MCF | | _ | | _ | | - |
| Total Supply Volumes | MCF | | 36,839 | | 12,095 | | 6,764 |
| Supply Costs Per Books | | | | | | | |
| Primary Supplies | \$ | \$ | 357,107 | \$ | 116,598 | \$ | 65,811 |
| Local Production | \$ | • | - | • | _ | • | - |
| Take or Pay | \$ | | - | | - | | - |
| Allocated to S.C. @ 9.79% | \$ | | - | | _ | | _ |
| Storage Costs | \$ | | - | | - | | - |
| Storage Adjustment | \$ | | • | | - | | _ |
| Total Supply Costs | \$ | \$ | 357,107 | \$ | 116,598 | \$ | 65,81 1 |
| Sales Volumes | | | | | | | |
| Jurisdictional | MCF | | 44,276 | | 23,125 | | 9,204 |
| Non-Jurisdictional | MCF | | - | | • | | - |
| Other Volumes (Specify) | MCF | | - | | - | | - |
| Total Sales Volumes | MCF | | 44,276 | | 23,125 | | 9,204 |
| Unit Book Cost of Gas | | | | | | | |
| (Supply \$ / Sales MCF) | \$/MCF | \$ | 8.0655 | \$ | 5.0421 | \$ | 7.1503 |
| Less: EGC In Effect for Month | \$/MCF | \$ | 9.2500 | \$ | 9.7500 | \$ | 9.9500 |
| Difference | \$/MCF | \$ | (1.1845) | \$ | (4.7079) | \$ | (2.7997) |
| Times: Jurisdictional Sales | MCF | | 44,276 | | 23,125 | | 9,204 |
| Monthly Cost Difference | \$ | \$ | (52,445) | \$ | (108,870) | \$ | (25,768) |
| Other Credits | \$ | \$ | - | \$ | - | \$ | - |
| Particulars | | | | | Unit | | Amount |
| Cost Difference for Three Month Period | | | | | \$ | \$ | (187,083) |
| Balance Adjustment (Sch. IV) | | | | | * | * | 88,764 |
| Total | | | | | | \$ | (98,319) |
| Twelve Month Jurisdictional Sales Ended 06/ | /30/2007 | | | | MCF | • | 461,174 |
| Current Quarter Actual Adjustment | • | | | | \$/MCF | \$ | (0.2132) |

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

| | Particulars Particulars | | Amount |
|--------|--|----|-----------|
| Baland | ce Adjustment for the AA for April 07 | | |
| 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 | \$ | 929,600 |
| Less: | Dollar amount resulting from the AA of \$1.8244 \$/Mcf as used to compute the GCR in effect four quarters prior to the current effective GCR times the jurisdictional sales of 464,418 Mcf for the period between the effective date of the GCR rate in effect approximately one year prior to the current rate. | \$ | 847,284 |
| | and destribute in effect approximately one year prior to the earliest rate. | Ψ | 041,204 |
| | Balance Adjustment for the AA | \$ | 82,316 |
| Balanc | ce Adjustment for the AA for July 07 | | |
| 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 | \$ | (395,096) |
| Less: | Dollar amount resulting from the AA of (\$0.8707) \$/Mof as used to compute the GCR in effect four quarters prior to the current effective GCR times the jurisdictional sales of 461.174 Mcf for the period between the effective date of the GCR rate in effect approximately one year prior to the current rate. | \$ | (401,544) |
| | and definition in entert approximatory one year prior to the carrott rate. | * | (101,074) |
| | Balance Adjustment for the AA | \$ | 6,448 |
| | Total Balance Adjustment | \$ | 88,764 |

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

| PARTICULARS | UNIT | Α | MOUNT |
|--|--------|----|---------|
| Expected Gas Cost (EGC) | \$/MCF | \$ | 9.7000 |
| Supplier Refund and Reconciliation Adjustment (RA) | \$/MCF | \$ | - |
| Actual Adjustment (AA) | \$/MCF | \$ | 0.9142 |
| Gas Cost Recovery Rate (GCR) = EGC + RA + AA | \$/MCF | \$ | 10.6142 |

Gas Cost Recovery Rate Effective Dates: November 1, 2007 to November 30, 2007.

EXPECTED GAS COST SUMMARY CALCULATION

| PARTICULARS | UNIT | AMOUNT |
|---|--------|--------------|
| Primary Gas Suppliers Expected Gas Cost | \$ | \$ 3,762,708 |
| Utility Production Expected Gas Cost | \$ | \$ - |
| Includable Propane Expected Gas costs | \$ | \$ - |
| Total Annual Expected Gas Costs | \$ | \$ 3,762,708 |
| Total Annual Sales | MCF | 387,908 |
| Expected Gas Costs (EGC) Rate | \$/MCF | \$ 9.7000 |

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 | \$ - |
| Third Previous Quarter Supplier Refund & Reconciliation Adjustment | \$/MCF | \$ - |
| Supplier Refund & Reconciliation Adjustment (RA) | \$/MCF | \$ - |

ACTUAL ADJUSTMENT SUMMARY CALCULATION

| PARTICULARS | UNIT | AMOUNT |
|--|--------|-------------|
| Current Quarterly Actual Adjustment | \$/MCF | \$ (0.2040) |
| Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ (0.3257) |
| Second Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ 1.2949 |
| Third Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ 0.1490 |
| Actual Adjustment (AA) | \$/MCF | \$ 0.9142 |

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: October 31, 2007 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 November 1, 2007 Volume for the Twelve Month Period Ended September 30, 2007

| | Expected Gas Cost Amount (\$) | | | | | | | |
|---|-------------------------------|------------|-----------------|-------------|-------|-------|----------|-----------|
| Supplier Name | D | emand | Commodity Misc. | | Misc. | Total | | |
| Primary Gas Suppliers: (A) Interstate Pipeline Suppliers (Sch 1-A) | \$ | - | \$ | - | \$ | - | \$ | - |
| | \$ | - | \$ | - | \$ | - | \$ | - |
| | \$ | - | \$ | _ | \$ | - | \$ | - |
| Total Interstate Pipeline Suppliers | \$ | - | \$ | - | \$ | - | \$ | - |
| (B) Synthetic (Sch 1-A) | \$ | - | | | \$ | - | \$ | - |
| (C) Other Gas Companies (Sch 1-B) | \$ | - | \$ | 3,762,708 | \$ | - | \$ | 3,762,708 |
| (D) Ohio Producers (Sch 1-B) | \$ | - | \$ | - | \$ | - | \$ | - |
| (E) Self Help Arrangements (Sch 1-B) | \$ | - | \$ | - | \$ | - | \$ | - |
| (F) Special Purchases (Sch 1 -B) | \$ | - | \$ | - | \$ | - | \$ | - |
| Total Primary Gas Suppliers | \$ | - | \$ | 3,762,708 | \$ | - | \$ | 3,762,708 |
| Utility Production Total Utility Production (Attach Details) | | | | | | | \$ | - |
| Includable Propane (A) Peak Shaving (Attach Details) (B) Volumetric (Attach Detail) Total Includable Propane | | | | | | | \$ \$ | |
| | Tota | I Expected | l Ga | s Cost Amou | nt | | \$ | 3,762,708 |

SCHEDULE I-B PAGE 3 OF 7

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

Details for the EGC Rate In Effect As of November 1, 2007 Volume for the Twelve Month Period Ended September 30, 2007

| | Twelve Unit Month Rate Volume | | - | Expected Gas Cost Amount | |
|--|-------------------------------|----------|--------------|--------------------------|-----------|
| Supplier Name | | (\$/MCF) | (MCF) | | (\$) |
| Other Gas Companies: | | | | | |
| Atmos Energy Marketing | \$ | 9.7000 | 387,908 | \$ | 3,762,708 |
| | \$ | - | - | | |
| | \$ | _ | - | | |
| Total Other Gas Companies | | | | \$ | 3,762,708 |
| | | | | | |
| Ohio Producers | | | | | |
| | | | | | |
| | \$ | - | - | \$ | - |
| | \$ | - | - | | |
| | \$ | - | - | | |
| Total Other Gas Companies | | | | \$ | - |
| | | | | | |
| Self-Heip Arrangement | | | | | |
| | æ | | | \$ | |
| | \$ \$ | - | " | Φ | • |
| | φ \$ | • | <u>-</u> | | |
| Total Self-Help Arrangement | φ | • | _ | \$ | - |
| Total Geli-Help Allangement | | | | | |
| Special Purchases | | | | | |
| Various Sources Price | \$ | - | _ | \$ | - |
| Includes Transportation | \$ | - | - | • | |
| in the second se | \$ | _ | - | | |
| Total Other Gas Companies | • | | | \$ | - |
| • | | | | | |

SCHEDULE II PAGE 4 OF 7

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

| Particulars Particulars | Unit | A | mount |
|--|------------|-----------|--------------------|
| Jurisdictional Sales for the Twelve Months Ended 09/30/2007 Total Sales: Twelve Months Ended 09/30/2007 | MCF MCF | | 387,908 387,908 |
| 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 Mo | onths | \$ | - |
| Total Jurisdictional Refund and Reconciliation Adjustment | | \$ | - |
| Interest Factor | | | 1.0550 |
| Refunds and Reconciliation Adjustment Including Interest | | \$ | - |
| Jurisdictional Sales Twelve Months Ending 09/30/2007 | MCF | | 387,908 |
| Current Supplier Refund and Reconciliation Adjustment | \$/MCF | \$ | _ |
| Details of Refunds/Adjustment Received/Ordered During the Three Months E | | 107 | |
| Particulars (Specify) | | Am | ount (\$) |
| Supplier Refunds Received During Quarter | | | Sch. II-1 |
| | | \$ _\$ | - - |
| Total Supplier Refunds | | \$ | - |
| Reconciliation Adjustments Ordered During Quarter | | . | |
| | | \$ \$ | <u>-</u> |
| Total Supplier Refunds | | \$ | - |

SCHEDULE II-1 PAGE 5 OF 7

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

| MM-YY | Ame | ount |
|--------|-----|------|
| Apr-07 | \$ | - |
| May-07 | \$ | - |
| Jun-07 | \$ | - |
| | | |
| | | |
| Total | \$ | |

SCHEDULE III-A PAGE 6 OF 7

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

| Particulars | Unit | | Month Apr-07 | | Month May-07 | | Month Jun-07 |
|---|---------------------------------------|-----|-----------------|----|-----------------|----|-----------------|
| Supply Volume Per Books | | | | | | | |
| Primary Supplies | MCF | | 37,588 | | 10,763 | | 887 |
| Local Production | MCF | | - | | - | | - |
| Special Production | MCF | | - | | - | | - |
| Other Volumes - Specify | | | | | | | |
| Storage (Net) = (In) Out | MCF | | - | | - | | - |
| Storage Adjustment | MCF | | - | | - | | |
| Total Supply Volumes | MCF | | 37,588 | | 10,763 | | 887 |
| Supply Costs Per Books | | | | | | | |
| Primary Supplies | \$ | \$ | 366,653 | \$ | 104,402 | \$ | 8,709 |
| Local Production | \$ | | - | | - | | - |
| Take or Pay | \$ | | - | | - | | - |
| Allocated to S.C. @ 9.79% | \$ | | - | | - | | - |
| Storage Costs | \$ | | - | | - | | - |
| Storage Adjustment | \$ | | | | | | _ |
| Total Supply Costs | \$ | \$ | 366,653 | \$ | 104,402 | \$ | 8,709 |
| Sales Volumes | | | | | | | |
| Jurisdictional | MCF | | 35,091 | | 21,977 | | 10,849 |
| Non-Jurisdictional | MCF | | - | | - | | - |
| Other Volumes (Specify) | MCF | | | | | | - |
| Total Sales Volumes | MCF | | 35,091 | | 21,977 | | 10,849 |
| Unit Book Cost of Gas | | | | | | | |
| (Supply \$ / Sales MCF) | \$/MCF | \$ | 10.4486 | \$ | 4.7505 | \$ | 0.8027 |
| Less: EGC In Effect for Month | \$/MCF | \$ | 9.2500 | \$ | 9.7500 | \$ | 9.7500 |
| Difference | \$/MCF | \$ | 1.1986 | \$ | (4.9995) | \$ | (8.9473) |
| Times: Jurisdictional Sales | MCF | | 35,091 | | 21,977 | | 10,849 |
| Monthly Cost Difference | \$ | \$ | 42,060 | \$ | (109,874) | \$ | (97,069) |
| Other Credits | \$ | \$ | - | \$ | - | \$ | - |
| Particulars | · · · · · · · · · · · · · · · · · · · | *** | | | Unit | - | Amount |
| Cost Difference for Three Month Period | | | | | \$ | \$ | (164,883) |
| Balance Adjustment (Sch. IV) | | | | | | \$ | 85,084 |
| Total | | | | | • | \$ | (79,799) |
| Twelve Month Jurisdictional Sales Ended 06/ | /30/2007 | | | | MCF | | 391,240 |
| Current Quarter Actual Adjustment | | | | | \$/MCF | \$ | (0.2040) |

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

| | Particulars Particulars | Amount |
|---------------|---|-----------------|
| Balanc | ce Adjustment for the AA for April 07 | |
| 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 | \$ 1,103,028 |
| Less: | Dollar amount resulting from the AA of \$2.6345 \$/Mcf as used to compute the GCR in effect four quarters prior to the current effective GCR times the jurisdictional sales of 392,319 Mcf for the period between the effective date of | |
| | the GCR rate in effect approximately one year prior to the current rate. | \$ 1,033,564 |
| | Balance Adjustment for the AA | \$ 69,464 |
| <u>Balanc</u> | ce Adjustment for the AA for July 07 | |
| 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 | \$ (398,742) |
| Less: | Dollar amount resulting from the AA of (\$1.0591) \$/Mcf as used to compute the GCR in effect four quarters prior to the current effective GCR times the jurisdictional sales of 391.240 Mcf for the period between the effective date of | |
| | the GCR rate in effect approximately one year prior to the current rate. | \$ (414,362) |
| | Balance Adjustment for the AA | \$ 15,620 |
| | Total Balance Adjustment | \$ 85,084 |