

Valley Gas, Inc.

PO Box 55
Irvington, KY 40146
Phone: (270) 547-2455
igenenergy@bbtel.com

Fax: (270) 547-2464

December 7, 2010

Mr. Jeff Derouen, Executive Director
Executive Director, Public Service Commission
PO Box 615 / 211 Sower Blvd.
Frankfort, KY 40602

RE: Case # 2010-00462

Dear Mr. Derouen:

My initial filing failed to include the expected gas cost forecast from my supplier. I have attached this information.

Sincerely,

Kerry R Kasey
Secretary

RECEIVED
DEC 08 2010
PUBLIC SERVICE
COMMISSION

PUBLIC SERVICE COMMISSION

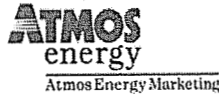
Gas Cost Adjustment Report

Valley Gas - Irvington, KY

TGT Meter 1874

FAX

(270) 547-2464



Summer-Winter 2010-11		
%	1-%	Fuel Factor
2.80%	0.9720	0.02881

Actual or Average 3 Yr USAGE	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11
	756	836	773	851	1,387	3,637	6,912	7,859	7,061	4,571
Volume to Purchase	756	836	773	851	1,187	3,237	6,212	7,059	6,361	4,071
Current Market Price	\$ 4.1550	\$ 4.7170	\$ 4.7740	\$ 3.6510	\$ 3.8370	\$ 3.2920	\$ 4.2670	\$ 4.2200	\$ 4.2230	\$ 4.2080
TGT Transport	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000
Fuel	0.12	0.14	0.14	0.11	0.11	0.09	0.12	0.12	0.12	0.12
AEM-Invoice/Dth	\$ 5.1747	\$ 5.7529	\$ 5.8115	\$ 4.6562	\$ 4.8475	\$ 4.2868	\$ 5.2899	\$ 5.2416	\$ 5.2447	\$ 5.2292

Btu - Zone 3	1.0067	1.0080	1.0048	1.0059	1.0051	1.0050	1.0050	1.0050	1.0050	1.0050
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Mcf Conversion	\$ 5.2091	\$ 5.7989	\$ 5.8394	\$ 4.6836	\$ 4.8721	\$ 4.3082	\$ 5.3162	\$ 5.2676	\$ 5.2707	\$ 5.2552
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Ccf Conversion	\$ 0.0521	\$ 0.0580	\$ 0.0584	\$ 0.0468	\$ 0.0487	\$ 0.0431	\$ 0.0532	\$ 0.0527	\$ 0.0527	\$ 0.0526
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	\$ 3,912.07	\$ 4,809.41	\$ 4,492.31	\$ 3,962.40	\$ 5,754.02	\$ 13,876.47	\$ 32,862.03	\$ 36,999.33	\$ 33,360.35	\$ 21,287.28
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Volume Hedged	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11
	-	-	-	-	200	400	700	800	700	500
WACOG for Hedges	-	-	-	-	\$ 4.8900	\$ 4.8900	\$ 4.8900	\$ 4.8900	\$ 4.8900	\$ 4.8900
TGT Transport	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000
Fuel	-	-	-	-	-	-	-	-	-	-
AEM-Invoice/Dth	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 0.9000	\$ 5.7900	\$ 5.7900	\$ 5.7900	\$ 5.7900	\$ 5.7900	\$ 5.7900

Btu - Zone 3	1.0067	1.0080	1.0048	1.0059	1.0051	1.0050	1.0050	1.0050	1.0050	1.0050
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Mcf Conversion	\$ 0.9060	\$ 0.9072	\$ 0.9043	\$ 0.9053	\$ 5.8194	\$ 5.8188	\$ 5.8188	\$ 5.8188	\$ 5.8188	\$ 5.8188
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Ccf Conversion	\$ 0.0091	\$ 0.0091	\$ 0.0090	\$ 0.0091	\$ 0.0582	\$ 0.0582	\$ 0.0582	\$ 0.0582	\$ 0.0582	\$ 0.0582
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	\$ -	\$ -	\$ -	\$ -	\$ 1,158.00	\$ 2,316.00	\$ 4,053.00	\$ 4,632.00	\$ 4,053.00	\$ 2,895.00
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\$\$\$ per Dth	\$ 5.1747	\$ 5.7529	\$ 5.8115	\$ 4.6562	\$ 4.9834	\$ 4.4522	\$ 5.3406	\$ 5.2974	\$ 5.2987	\$ 5.2906
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Overall \$\$\$ per Mcf	\$ 5.2091	\$ 5.7989	\$ 5.8394	\$ 4.6836	\$ 5.0087	\$ 4.4743	\$ 5.3671	\$ 5.3237	\$ 5.3251	\$ 5.3169
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