

Martin Gas Inc.

APPENDIX B

Page 1

Quarterly Report of Gas Cost  
Recovery Rate Calculation

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PUBLIC SERVICE  
COMMISSION

Date Filed:

September 1, 2009

2009-00372

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Date Rates to Be Effective:

October 1 2009

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Reporting Period is Calendar Quarter Ended:

June 30 2009

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## SCHEDULE I

**GAS COST RECOVERY RATE SUMMARY**

<u>Componet</u>	<u>Unit</u>	<u>Amount</u>
Expected Gas Cost (EGC)	\$/Mcf	5.0000
+ Refund Adjustment (RA)	\$/Mcf	
+ Actual Adjustment (AA)	\$/Mcf	0.0213
+ <u>Balance Adjustment (BA)</u>	\$/Mcf	
= Gas Cost Recovery Rate (GCR)		5.0213

GCR to be effective for service rendered from October 1 2009 to December 31 2009

A.	<u>EXPECTED GAS COST CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
	Total Expected Gas Cost (Schedule II)	\$	213351.69
	+ <u>Sales for the 12 months ended</u> <u>06-30-09</u>	Mcf	<u>42053.77</u>
	= Expected Gas Cost (ECG)	\$/Mcf	5.0000
B.	<u>REFUND ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
	Supplier Refund Adjustment for Reporting Period (SHC. III)	\$/Mcf	
	+ Previous Quarter Supplier Refund Adjustment	\$/Mcf	
	+ Second Previous Quarter Supplier Refund Adjustment	\$/Mcf	
	+ <u>Third Previous Quarter Supplier Refund Adjustment</u>	\$/Mcf	
	= Refund Adjustment (RA)	\$/Mcf	
C.	<u>ACTUAL ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
	Actual Adjustment for the Reporting Period (Schedule IV)	\$/Mcf	0.0110
	+ Previous Quarter Reported Actual Adjustment	\$/Mcf	0.0138
	+ Second Previous Quarter Reported Actual Adjustment	\$/Mcf	-0.0036
	+ <u>Third Previous Quarter Reported Actual Adjustment</u>	\$/Mcf	0.0001
	= Actual Adjustment (AA)	\$/Mcf	0.0213
C.	<u>BALANCE ADJUSTMENT CALCULATION</u>	<u>Unit</u>	<u>Amount</u>
	Balance Adjustment for the Reporting Period (Schedule V)	\$/Mcf	
	+ Previous Quarter Reported Balance Adjustment	\$/Mcf	
	+ Second Previous Quarter Balance Adjustment	\$/Mcf	
	+ <u>Third Previous Quarter Balance Adjustment</u>	\$/Mcf	
	= Balance Adjustment (BA)	\$/Mcf	

## SCHEDULE II

## EXPECTED GAS COST

Actual \* MCF Purchases for 12 months ended 6-30-09

<u>Supplier</u>	<u>Date</u>	<u>MCF</u>	<u>Rate</u>	<u>Cost</u>
	7/31/2008	1390.00	5.00000	6950.00
	8/31/2008	1055.27	5.02903	5306.98
	9/30/2008	1224.18	5.21459	6383.60
	10/31/2008	1742.08	5.01865	8742.89
	11/30/2008	4700.94	5.13222	24126.28
	12/31/2008	5617.00	5.00000	28085.00
	1/31/2009	8084.14	5.21293	42142.06
	2/28/2009	6877.86	5.06482	34835.09
	3/31/2009	5390.73	5.03368	27135.21
	4/31/2009	3426.71	4.95632	16983.87
	5/31/2009	1575.59	4.95415	7805.71
	6/30/2009	969.27	5.00892	4855.00
<b>Totals</b>		<b>42053.77</b>	<b>5.073</b>	<b>213351.69</b>

Line loss for 12 months ended 06-30-09 is -0.00853 based on purchases of  
42053.77 Mcf and sales of 41695.00 Mcf.

	<u>Unit</u>	<u>Amount</u>
Total Expected Cost of Purchases (6)	\$	213351.69
+ <u>Mcf Purchases (4)</u>	Mcf	<u>42053.77</u>
= Average Expected Cost Per Mcf Purchased	\$/Mcf	5.073
<u>X Allowable Mcf Purchases (must not exceed Mcf sales + .95</u>	Mcf	<u>42053.77</u>
= Total Expected Gas Cost (to Schedule IA)	\$	213351.69

\* Or adjusted pursuant to Gas Cost Adjustment Clause and explained herein.

\*\*Supplier's tariff sheets or notices are attached.

## SCHEDULE IV

## ACTUAL ADJUSTMENT

For the 3 month period ended March 31 2009

<u>Particulars</u>	<u>Unit</u>	<u>Month 1</u> <u>01-31-09</u>	<u>Month 2</u> <u>02-28-09</u>	<u>Month 3</u> <u>03-31-09</u>
Total Supply Volumes Purchased	Mcf	8084.14	6877.86	5390.73
Total Cost of Volumes Purchased	\$	42142.06	34835.09	27135.21
+ Total Sales (may not be less than 95% of supply volumes)	Mcf	8084.14	6877.86	5390.73
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= Unit Cost of Gas	\$/Mcf	5.21	5.06	5.03
- EGC in effect for month	\$/Mcf	<u>5.00</u>	<u>5.00</u>	<u>5.00</u>
= Difference [(over-)/Under-Recovery]	\$/Mcf	0.213	0.065	0.034
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x Actual sales during month	Mcf	<u>8084.14</u>	<u>6877.86</u>	<u>5390.73</u>
= Monthly cost difference	\$	1721.36	445.79	181.56

	Unit	Amount
Total cost difference (Month 1 + Month 2 + Month 3)	\$	2348.71
+ Sales for 12 months ended <u>06-30-09</u>	Mcf	213351.69
= Actual Adjustment for the Reporting Period (to Schedule C)	\$/Mcf	0.0110086