

LIBERTY UTILITIES (ENERGYNORTH NATURAL GAS) CORP D/B/A LIBERTY UTILITIES

Calculation of the Cost of Gas Rate

Period Covered: Winter Period November 1, 2015 through April 30, 2016

Projected Gas Sales - therms		1,107,962
Total Anticipated Cost of Propane Sendout		\$1,066,837
Add: Prior Period Deficiency Uncollected Interest		\$0 \$0
Deduct: Prior Period Excess Collected Interest		(\$92,082) (\$1,088)
Prior Period Adjustments and Interest		(\$93,170)
Total Anticipated Cost		<u>\$973,667</u>

Cost of Gas Rate

Non-Fixed Price Option Cost of Gas Rate (per therm)		<u>\$0.8788</u>
Fixed Price Option Premium		\$0.0200
Fixed Price Option Cost of Gas Rate (per therm)		<u>\$0.8988</u>
Non-Fixed Price Option Cost of Gas Rate - Beginning Period (per therm)		\$0.8788
Mid Period Adjustment - January 1, 2016		(\$0.0592)
Mid Period Adjustment - February 1, 2016		(\$0.1286)
Mid Period Adjustment - March 1, 2016		(\$0.2998)
Mid Period Adjustment - April 1, 2016		\$0.1140
Revised Non-Fixed Price Option Cost of Gas Rate - Effective April 1, 2016 (per therm)		<u><u>\$0.5052</u></u>

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:

Maximum Cost of Gas Rate - Non-Fixed Price Option (per therm)		<u><u>\$1.0985</u></u>
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Issued: March 24, 2016
Effective: April 1, 2016

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