ENSTAR Natural Gas Company

§2301 **Determination of Gas Cost Adjustment**

(1) Current Cost of System Base Gas Supply:

Approved Base Supply Contracts	Estimated Purchases* (A)	Effective Rate on 7/1/2013 (B)	Total (A x B) (C)	C
a) Hilcorp APL-4	550,000 Mcf	$ 7.5420/Mcf	$ 4,148,000	C
b) Hilcorp Alaska	1,815,000 Mcf	$ 4.2223/Mcf	$ 7,663,000	C
c) Anchor Point Energy	605,000 Mcf	$ 8.0810/Mcf	$ 4,889,000	C
d) Buccaneer Alaska	198,000 Mcf	$ 5.8030/Mcf	$ 1,149,000	C
e) *Reserved Line*	0 Mcf	$ /Mcf	$ 0	
f) System Base Gas Supply	3,168,000 Mcf		$ 17,849,000	C
g) Current Average Cost of System Base Gas Supply (C/A)		$ 5.6342/Mcf		C

(2) Additional Gas Supply:				
a) Short Term Supply Contracts	408,000 Mcf	$ 6.6887/Mcf	$ 2,729,000	C
b) Undetermined Supply	0 Mcf	$ 0.0000 /Mcf	$ 0	C
c) Total Additional Gas Supply	408,000 Mcf		$ 2,729,000	C
(3) Gas Withdrawn From Storage	0 Mcf	$ 0.0000/Mcf	$ 0	C
(4) Transportation Fees			$ 551,000	C
(5) Total Current Cost of System Gas Supply (1f plus 2c,3 & 4)	3,576,000 Mcf		$ 21,129,000	C
(6) Current Average Cost of System Gas Supply (C/A)		$ 5,9086/Mcf		C
(7) Estimated Balance of Gas Cost Balance Account at June 30, 2013. (negative if credit balance)			-$ 3,153,000	C
(8) Other Adjustments			$ 0	
(9) Estimated Stored Gas Carrying Costs Pursuant to 708c(5)			$ 573,000	C
(10)Total of (5), (7), (8) and (9) above			$ 18,549,000	C
(11)Mcf Sales *			3,570,000	C
(12)Weighted Average Unit Cost of Gas and Gas Cost Adjustment (10 divided by 11)			$ 5.1958/Mcf	R

* For a 3 month period beginning July 1, 2013. C

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Effective _____

Issued By: ENSTAR Natural Gas Company, A Division of SEMCO ENERGY, Inc

By: _____ **Title:** Director, Rates and Regulatory Affairs

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