Henry Hub Natural Gas Spot Prices 2006

This week, prices saw moderate increases despite a reduced cooling load and a diminished threat from Tropical Storm Debby. On August 23, the Henry Hub natural gas spot price was \$7.19 per million British thermal units (mmBtu), which was 17 cents or 2.4 percent more than the price of \$7.02 last Wednesday. This Wednesday's price of \$7.19 was \$2.81 lower than the price of \$10.00 per mmBtu on the fourth Wednesday in August, 2005.

The amount of natural gas in storage in the East Region increased three percent to 1,639 billion cubic feet for the week ending August 18, which was 202 billion cubic feet above the five-year average. Nebraska is a part of the East Region (see map) which is a major natural gas consumer, particularly in the residential and commercial sectors. The industrial sector, which includes agriculture, is also a major consumer in this state. Most of the gas is supplied from the Producing Region with a fair amount imported from Canada. The Henry Hub in southern Louisiana is a major market center with interconnections for many of the pipelines that transport U.S.-produced gas to the East Region. Furthermore, the Henry Hub is the preferred reference point for prices for most of the domestic gas destined for the East. Therefore, market conditions and developments in the East Region and price movements and trends at the Henry Hub are usually highly correlated.

Notes: An archive is available. Divide the price by ten (10) to obtain the price per hundred cubic feet (ccf) or the approximate price per therm.

Natural Gas Spot Prices at the Henry Hub 2004, 2005, and 2006



Natural Gas Spot Prices at the Henry Hub 2006 [Price per Million British Thermal Units (mmBtu)]

De	Nov	Oct	Sep	Aug	Jul	Jun	May	Apr	Mar	Feb	Jan	Day
NA	NA		NA	\$8.67		\$6.24	\$6.54		\$6.62	\$8.71		1
	NA	NA		\$8.65		\$6.23	\$6.68		\$6.69	\$8.00	Holiday	2
	NA	NA		\$7.61	Holiday		\$6.56	\$7.05	\$6.59	\$8.01	\$9.91	3
NA		NA	NA	\$7.44	Holiday		\$6.46	\$7.02			\$9.25	4
NA		NA	NA		\$5.71	\$6.41	\$6.80	\$6.88			\$9.23	5
NA	NA	NA	NA		\$5,28	\$6.16		\$7.05	\$6.49	\$8,26	\$9,28	6
NA	NA		NA	\$6.98	\$5.18	\$5.82		\$6.80	\$6.53	\$7.73		7
NA	NA		NA	\$7.06		\$5.85	\$6.54		\$6.48	\$7.88		8
	NA	NA		\$7.59		\$6.10	\$6.56		\$6.31	\$7.56	\$8.80	9
	NA	NA		\$7.95	\$5,32		\$6.50	\$6.83	\$6.40	\$7.56	\$8,60	10
NA		NA	NA	\$7.54	\$5.52		\$6.81	\$6.99			\$8.55	11
NA		NA	NA		\$5.65	\$6.02	\$6.35	\$6.79			\$8.70	12
NA	NA	NA	NA		\$5,93	\$5,95		\$6,67	\$6.76	\$7.36	\$8,53	13
NA	NA		NA	\$6.89	\$6.28	\$6.09		Holiday	\$7.14	\$7.03		14
NA	NA		NA	\$6.90		\$6.43	\$5.92		\$7.10	\$7.31		15
	NA	NA		\$7.02		\$7.04	\$5.99		\$7.12	\$7.16	Holiday	16
	NA	NA		\$6.73	\$6.27		\$6.16	\$7.22	\$7.17	\$7.38	\$8.81	17
NA		NA	NA	\$6.67	\$6.02		\$5.78	\$7.61			\$8.85	18
NA		NA	NA		\$5,89	\$6.71	\$5.77	\$7.72			\$8,21	19

Day	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
20	\$8.78	Holiday	\$7.00	\$7.96		\$6.62	\$6.15		NA	NA	NA	NA
21		\$7,40	\$6.83	\$7.64		\$6.50	\$5,90	\$6.71	NA		NA	NA
22		\$7,54	\$7.07		\$5.90	\$6.51		\$6.86	NA		NA	NA
23	\$8.29	\$7.23	\$7.16		\$6.27	\$6.14		\$7.19		NA	NA	
24	\$8.25	\$7.40	\$7.43	\$7.73	\$6.01		\$6.33	NA		NA	NA	
25	\$8.50			\$7.37	\$5.86		\$6.78	NA	NA	NA		NA
26	\$7.85			\$7.18	\$5.78	\$5.89	\$6.71		NA	NA		NA
27	\$8.18	\$6.97	\$7.06	\$6.93		\$5.97	\$7.03		NA	NA	NA	NA
28		\$6.68	\$7.15	\$6.65		\$6.04	\$7.25	NA	NA		NA	NA
29			\$7.16		Holiday	\$6.09		NA	NA		NA	NA
30	\$8.35		\$7.18		\$6.21	\$5.83		NA		NA	NA	
31	\$8.73		\$6.98		\$5.97		\$8.05	NA		NA		

 $\textbf{Sources: } \textit{Natural Gas Weekly Update.} \ \texttt{Energy Information Administration}, \ \texttt{Washington}, \ \texttt{DC}. \ \texttt{Nebraska Energy Office}, \ \texttt{Lincoln}, \ \texttt{NE. Nebraska Energy Office}, \ \texttt{Lincoln}, \$

This report was updated on August 24, 2006. Typically, there is one week between updates.