Received: 02/26/2009 Status: CANCELLED Effective Date: 03/01/2009

STATEMENT TYPE: GAC STATEMENT NO. 40

CHAUTAUQUA UTILITIES, INC.

Statement of Gas Supply Statement Applicable to Billing Under Service Classification Nos. 1 Of PSC No. 1 – Gas Effective: March 1, 2009

(Issued pursuant to 16 N.Y.C.R.R. § 720-6.5)

Average Cost of Gas:	Cents per Ccf
The average cost of gas as defined on Leaf 70 &71 as determined on February 26, 2009, by applying the most recent rates and charges of the Company's gas suppliers.	\$ 0.790
Factor of Adjustment (LAUF) as defined on Leaf 71	1.005
Adjusted cost of gas	\$ 0.794
Annual Reconciliation Amount: (January 1, 2008-December 31, 2008)	(\$.0067)
Gas Supply Charge:	
Commencing on March 1, 2009 and continuing thereafter until changed, the gas supply charge per 100 cubic feet sold under Service Classifications 1 will be:	\$ 0.787

Filed for Chautauqua Utilities Inc. by: Scott E. Sampson Issue Date: February 26, 2009