STATEMENT TYPE: GAC STATEMENT NO. 2

CHAUTAUQUA UTILITIES, INC.

Statement of Gas Supply Statement Applicable to Billing Under Service Classification Nos. 1 Of PSC No. 1 – Gas Effective: January 1, 2006

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

| Cents per Ccf |
|---------------|
| \$ 1.499 |
| 1.005 |
| \$ 1.506 |
| \$ 0.000 |
| \$ 1.506 |
| |

Filed for Chautauqua Utilities Inc. by: Scott E. Sampson Issue Date: December 28, 2005