

Valley Energy, Inc.
New York Division

Superseding

P.S.C. No. 1 Gas
Original Leaf No. 63
Revised Leaf No. 0

GENERAL INFORMATION

13. Service: (Cont'd.)

C. New or Additional Gas Service: (Cont'd.)

The Company will not supply gas for any equipment for any premises unless application for such load was registered with the Company prior to the connection of such equipment and written approval thereof was given to the Company.

In anticipation of periods of stringency of gas supply, the Company reserves the right to defer the supply of gas to new loads in such manner as to cause the least hardship to present and prospective consumers, taking into consideration the volume of natural gas available and the capacities of local mains and facilities.

New or additional gas service will be provided to all customers under the following conditions:

- (a) The Company may attach any customer having annual requirements of less than 12,000 Mcf.
- (b) Service to any new customer or increased service to any existing customer having annual requirements of 12,000 Mcf or more will be provided only when the customer has installed dual-fuel capacity equivalent to the increment above such ceiling and will be subject to approval of the New York State Public Service Commission.

When anticipated gas supplies are not sufficient to serve all new loads applied for in one of the above categories, priority will be given in the order in which an application was registered with the Company, provided that the new equipment is connected within 90 days after notice from the Company that it may be served.

When evidence available to the Company reasonably indicates that a consumer has connected additional principal heating equipment without registering the same or takes gas in excess of the limitations established above and such taking becomes persistent or flagrant, the Company may make application to the Public Service Commission for an order authorizing the Company to terminate all service to such customer.

When additional gas supply becomes available and lifting of restrictions on attachment of new gas loads is authorized by the Public Service Commission of New York public notice will be given and connections will be authorized by the Company in the order that applications were registered.

Date of Issue: Sept. 1, 2003 Date Effective: November 1, 2003

Issued by: Robert J. Crocker, President & CEO, 523 S. Keystone Ave., Sayre, PA 18840

Issued in compliance with the Order of the Public Service Commission dated April 25, 1997, in
Case No. 93-G-0932