STATEMENT TYPE: GAC STATEMENT NO. 7

CHAUTAUQUA UTILITIES, INC.

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

(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 May 26, 2006, by applying the most recent rates and charges of the Company's gas suppliers.	\$ 0.895
Factor of Adjustment (LAUF) as defined on Leaf 71	1.005
Adjusted cost of gas	\$ 0.900
Annual Reconciliation Amount: (January 1, 2006-December 31, 2006)	\$ 0.000
Gas Supply Charge:	
Commencing on June 1, 2006 and continuing thereafter until changed, the gas supply charge per 100 cubic feet sold under Service Classifications 1 will be:	\$ 0.900

Filed for Chautauqua Utilities Inc. by: Scott E. Sampson Issue Date: May 26, 2006