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Valley Energy, Inc. P.S.C. No. 1 Gas New York Division Initial Effective Date: July 1, 2009

Leaf No. 73 Revision No. 1 Superseding Revision No. 0

GENERAL INFORMATION

17. RESALE OF GAS:

Gas service will not be supplied under any Service Classification of this rate schedule for resale, re-metering, submetering, redistribution or other re-disposition except that any customer may furnish gas for the use of his tenants or other occupants of his premises provided that the customer shall not resell, make a specific charge for, or re-meter or sub-meter (except as provided below) or measure any of the gas so redistributed or furnished. "Landlords of industrial and commercial properties, which do not have residential tenants, may file a petition and application to the New York State Public Service Commission requesting permission to sub-meter gas usage to their tenants. Such petition and application must address the following four areas of major concern regarding the request to sub-meter: (1) safety (2) rate impact for the ultimate consumer (3) non-rate consumer protection issues, and (4) service provider and utility matters. The petition and application must also provide that the conditions preferred will be reiterated in leases.

18. STATE ASSESSMENT SURCHARGE:

The rates and charges under Service Classifications 1, 4, 5 shall be increased by a surcharge to recover the Temporary State Energy And Utility Service Conservation Assessment imposed pursuant to Chapter 59 of the Laws of 2009, Public Service Law Section 18-a(6). The surcharge will be determined according to Commission "Order Implementing State Assessment" issued June 19, 2009 in Case 09-M-0311. The surcharge will be set forth on the company's State Assessment Surcharge Statement.

Issued in compliance with Commission Order issued June 19, 2009 in Case 09-M-0311

Issued by: Robert J. Crocker, President & CEO, Sayre, PA 18840