

January 2, 2007

Honorable Jaclyn Brilling Secretary State of New York Department of Public Service Three Empire State Plaza Albany, NY 12223-1350

Re: Statement of Gas Supply Charge

Dear Secretary Brilling:

Attached is the GSC Statement No. 40 for Valley Energy, Inc. to be effective January 5, 2007.

If you have any questions, please contact me at:

Marjorie Johnston, Vice President & Treasurer Telephone: 570-888-9664 Email: mjohnston@ctenterprises.org

Sincerely,

Marjorie Johnston Vice President & Treasurer