



Natural Gas Winter Operations Update

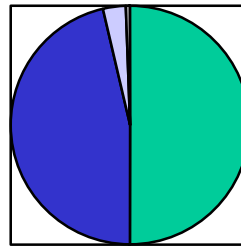
March 1, 2005

(All Natural Gas Volumes in Billions of Cubic Feet)

Projected Sales Demand* (3/1/05 through 3/31/05): **45.1**

Projected Supplies:

Flowing Interstate Gas	22.5	49.9%
Storage Withdrawals	21.0	46.6%
Local Production	1.4	3.1%
Peaking Supplies	0.2	0.4%



■ Flowing Interstate Gas
■ Storage Withdrawals
■ Local Production
■ Peak Shaving

Total Projected Supplies: **45.1**

* Reported figures reflect consumers who are supplied directly by members of the Energy Association of Pennsylvania, and do not include customers served by third-party natural gas suppliers.

Heating Degree Days:**

Member Company Average Cumulative Actual 11-1-2004 to 03-01-2005 -	3,581
Member Company Average Cumulative Actual 11-1-2003 to 03-01-2004 -	3,821
Member Co. Average Cumulative 30 year Normal – November 1 to March 1 -	3,755

**A measure of how cold a location is over a period of time relative to a base temperature, most commonly specified as 65 degrees Fahrenheit – used in energy analysis as an indicator of heating energy requirements or use. The fact that the current total is lower than last year’s time period and the 30 year average is an indication that temperatures are warmer than normal to date. (Note that the 30-year average is used for illustrative purposes and is not necessarily considered “normal weather” for all NGDCs.)

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From Our Desk:

Call Before You Dig!

With the approach of spring, thoughts turn to the out-of-doors and perhaps to plans for construction or landscaping projects. Before digging, Pennsylvania law requires a call to the Pennsylvania One Call System - 1-800-242-1776 - three days before work begins. The person who is doing the digging should place the call. Violators can receive fines and be held liable for damages. Whether major excavation or a minor construction job is involved, a damaged pipeline can result in a serious safety hazard, endangering lives and property, and disrupting utility service.

To promote safety, PA One Call System provides a statewide communications network among designers, excavators and facility owners. For homeowners doing work on their own residential property and for non-profit organizations, there is NO Charge. By making that one call, you can save time and money, and avoid property damage or personal injury

You are welcome to circulate this issue, and if you are not on our mailing list we would be glad to add you. For more information on this issue or to be placed on our mailing list, contact the Energy Association of Pennsylvania at 717-901-0600 or visit us at www.energyppa.org.