



Natural Gas Winter Operations Update

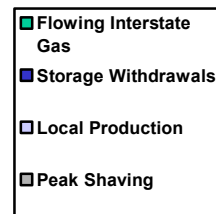
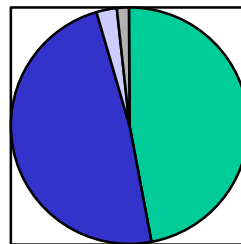
January 18, 2005

(All Natural Gas Volumes in Billions of Cubic Feet)

Projected Sales Demand* (1/15/05 through 3/31/05): **131.0**

Projected Supplies:

Flowing Interstate Gas	61.6	47.0%
Storage Withdrawals	63.7	48.6%
Local Production	3.4	2.6%
Peaking Supplies	2.3	1.8%



Total Projected Supplies: **131.0**

* 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 01-15-2005 -	1,963
Member Company Average Cumulative Actual 11-1-2003 to 01-15-2004 -	2,078
Member Co. Average Cumulative 30 year Normal – November 1 to January 15 -	2,180

**A measure of how cold a location is over a period of time relative to a base temperature, most commonly specified as 65 derees Fahrenheit – used in energy analysis as an indicator of heating energy requirements or use. The fact that the current 30 day 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.)

From Our Desk:

Safety is of Paramount Interest

Did you know that the Energy Association publishes a booklet that places natural gas safety information at your fingertips? Control of Natural Gas in Emergency Situations lays out the steps to follow if you encounter burning natural gas inside or outside a building. This booklet also provides information on the properties of natural gas, as well as diagrams illustrating natural gas pipes and meters that you are likely to see in the field. The booklet emphasizes safety through information, just as safety has been a priority for natural gas utilities since their inception.

For many members of the Energy Association, the “Control of” booklet is central in their outreach to fire fighters, other emergency personnel, the Pennsylvania One Call System, elected officials and interested members of the public. We are proud to produce this booklet, and to assist our members in distributing it. Anyone interested in obtaining copies of Control of Natural Gas in Emergency Situations should contact their local natural gas utility.

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.energypa.org.