



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
COMMONWEALTH KEYSTONE BUILDING
400 NORTH STREET
HARRISBURG, PENNSYLVANIA 17120

**MS. JULIE LEWIS
VICE PRESIDENT OF ENERGY SUPPLY & CORPORATE SECRETARY
CORNING ENERGY CORPORATION
330 WEST WILLIAM STREET
CORNING, NY 14830**

Re: Management and Operations Audit of Pike County Light and Power Company (D-2024-3050339) and Leatherstocking Gas Company LLC (D-2024-3050338)

Dear Ms. Lewis:

The Commission appreciates the cooperation extended by the officers and employees of Pike County Light and Power Company and Leatherstocking Gas Company LLC (collectively referred to as Companies) to our Bureau of Audits' staff during the recent Management and Operations Audit. We seek the Companies' further cooperation in implementing the recommendations cited in the audit report.

As you know, during the audit, the staff analyzed and evaluated management performance in eight functional areas. Staff identified one area as needing significant improvement, two areas as needing moderate improvement, and five areas as needing minor improvement. The significant improvement area (V – Cost Allocations and Affiliated Interests) and two areas as needing moderate improvement (see Chapters: III – Executive Management, Organizational Structure, and Safety and IX – Emergency Preparedness) offer the greatest potential for increased effectiveness and/or reduced costs. Consequently, the Commission believes that these areas should be the focus of the Companies' implementation efforts.

At its Public Meeting on July 10, 2025, the Commission acknowledged receipt of the Companies' June 2025 Implementation Plan and released it, along with the audit report, to the public. The Commission notes that the Companies' Implementation Plan indicates acceptance of 23 recommendations, partial acceptance of one recommendation, and rejection of one recommendation. Receipt of this Implementation Plan does not constitute acceptance by the Commission of the actions already taken, those actions to be taken, or any explanations and cost/benefit analyses provided. The Companies' implementation actions, together with the explanations and analyses, will be reviewed by the Commission at a later date.


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Accordingly, the Commission directs the Companies to:

- Proceed with the June 2025 Implementation Plan, and
- Submit implementation progress reports annually, by July 1st for the next three years.

The Commission's direction to proceed with the Implementation Plan should not be construed as approval of the plan.

Sincerely,

A handwritten signature in cursive script, reading "Matthew L. Homsher".

Matthew L. Homsher
Secretary

Contact Person: Nathan Paul
(717) 214-8249