



ENTERPRISES, INC.

1775 Industrial Blvd. • Lewisburg, PA 17837
Phone: 570-524-2231 • Fax: 570-524-5887

November 6, 2025

Matt Homsher, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

RE: Valley Energy, Inc. of PA Q3 2025 Earnings Report – Docket: M-2025-3052807

Dear Secretary Homsher:

Enclosed for filing with the Pennsylvania Public Utility Commission is one copy of the quarterly 2025 earnings report for Valley Energy Inc. of PA.

If you have any questions regarding the reports, please feel free to contact me at 570-724-9466.

Very truly yours,

Melissa D Sullivan
Chief Financial Officer/Treasurer
C&T Enterprises, Inc.

SCHEDULE A

Company Name: **Valley Energy - PA**
 Financial Report for Twelve Months Ended
 9/30/2025

(Thousands of Dollars)

	Actual per Books (1)	Intrastate Percent (2)	Intrastate per books (3)	Adjustments (a) (4)	Adjusted Results (5)
(1) Original Cost of Plant In Service	\$51,314	1.0000	51,314	(3,361)	\$47,953
(2) Less: Depreciation Reserve	25,951	1.0000	25,951	(2,903)	23,048
(3) Net Plant in Service	25,363		25,363	(458)	24,905
Additions:					
(4) Land/Plant Held for Future Use			0		0
(5) Materials & Supplies & Fuel Stocks	1,288	1.0000	1,288		1,288
(6) Cash Working Capital (b)	360	1.0000	360		360
(7) Other			0		0
Deductions:					
(8) Accumulated Deferred Income Taxes					
(9) Liberalized Depreciation	2,894	1.0000	2,894		2,894
(10) Investment Tax Credit			0		0
(11) Other			0		0
(12) Customer Deposits	79	1.0000	79		79
(13) Customer Advances	33	1.0000	33		33
(14) Contributions in Aid of Construction			0		0
(15) Other			0		0
(16) RATE BASE	\$24,005		\$24,005	(458)	\$23,547
(17) Operating Revenues	\$7,962	1.0000	7,962		\$7,962
Operating Expenses					
(18) Operation & Maintenance	5,412	1.0000	5,412		5,412
(19) Annual Depreciation	1,066	1.0000	1,066		1,066
(20) Taxes - Other than Income	26	1.0000	26		26
(21) State/Fed Income Tax - Current	351	1.0000	351		351
(22)		1.0000	0		0
(23) Deferred Income Taxes	0	1.0000	0		0
(24) Investment Tax Credit (Net)	0	1.0000	0		0
(25) Total Operating Expenses	6,855		6,855	0	6,855
(26) INCOME AVAILABLE FOR RETURN	\$1,107		\$1,107	\$0	\$1,107
RATE OF RETURN - OVERALL	4.61%		4.61%		4.70%

(a) Schedule B and Schedule C

(b) As adjudicated in last rate case
 or as currently calculated

SCHEDULE C

COMPANY NAME: Valley Energy - PA

Explanation of Adjustments

Rate Base Adjustments

- (1) [Redacted]
- (2) [Redacted]
- (3) [Redacted]

Income Statement Adjustments

- (4) [Redacted]
- (5) [Redacted]
- (6) [Redacted]
- (7) [Redacted]
- (8) [Redacted]
- (9) [Redacted]
- (10) [Redacted]

Explanation of Changes to Intrastate Allocation Factors (if applicable)

SCHEDULE D-1

COMPANY NAME: Valley Energy - PA
 Intrastate Per Books
 Calculation of Return on Common Equity
 for the 12 Months Ended 9/30/2025
 (Thousands of Dollars)

	Capital Ratios (a) (1)	x	Rate Base (b) (2)	=	Totals (3)	x	Embedded Cost Rates(c) (4)	=	Total Rate Base Related Cost of Debt and Preferred & Preference (5)
	Sch. E Col. 2		Sch. A. Col. 3 Line 16				Sch. F Col. 7		
1) Debt	27.36%		\$24,005		\$6,568		5.08%		\$334
2) Preferred	0.00%		\$24,005		0		0.00%		0
3) Common Equity	<u>72.64%</u>		\$24,005		<u>17,437</u>				
4) Total	<u>100.00%</u>				<u>\$24,005</u>				<u>\$334</u>

12 Months ended 9/30/2025

	Intrastate Per Books
5) Income Available for Return (from Sch. A, Col. 3, Line 26)	\$1,107
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	<u>\$334</u>
7) Income Available for Common Equity (Line 5 Less Line 6)	<u>\$773</u>
8) Debt Cost (Col 5., Line 1)	\$334
9) Less: Interest Expense used to compute State and Federal Income Taxes	<u>291</u>
10) Difference (Line 8 Less Line 9)	43
11) Times: Composite State and Federal Income Tax Rate	<u>27.71%</u>
12) Net Addition or (Deduction) (Line 10 x Line 11)	<u>\$12</u>
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	<u>\$785</u>
14) Return on Common Equity (Line 7/Line 3, Col. 3)	<u>4.44%</u>
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	<u>4.50%</u>

SCHEDULE D-2

COMPANY NAME: Valley Energy - PA
 Intrastate Pro Forma Results
 Calculation of Return on Common Equity
 for the 12 Months Ended 9/30/2025
 (Thousands of Dollars)

	Capital Ratios(a) (1)		Rate Base(b) (2)	=	Totals (3)	=	Embedded Cost Rates(c) (4)	=	Total Rate Base Related Cost of Debt and Preferred & Preference (5)
	Sch. E Col. 2	x	Sch. A. Col. 5 Line 16				Sch. F Col. 7		
1) Debt	27.36%		\$23,547		\$6,443		5.08%		\$327
2) Preferred	0.00%		\$23,547		0		0.00%		0
3) Common Equity	<u>72.64%</u>		\$23,547		<u>17,104</u>				
4) Total	<u>100.00%</u>				<u>\$23,547</u>				<u>\$327</u>

12 Months ended 9/30/2025

	Intrastate Adjusted
5) Income Available for Return (from Sch. A, Col. 5, Line 26)	\$1,107
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	<u>\$327</u>
7) Income Available for Common Equity (Line 5 Less Line 6)	<u>\$780</u>
8) Debt Cost (Col 5., Line 1)	\$327
9) Less: Interest Expense used to compute State and Federal Income Taxes	<u>291</u>
10) Difference (Line 8 Less Line 9)	36
11) Times: Composite State and Federal Income Tax Rate	<u>27.71%</u>
12) Net Addition or (Deduction) (Line 10 x Line 11)	<u>\$10</u>
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	<u>\$790</u>
14) Return on Common Equity (Line 7/Line 3, Col. 3)	<u>4.56%</u>
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	<u>4.62%</u>

SCHEDULE E

COMPANY NAME: Valley Energy - PA
 Calculation of Capital Structure and Related Ratios
 for the Twelve Months Ended 9/30/2025

(Thousands of Dollars)

	Total Company Actual Amount Outstanding (1)	Ratios (2)
Total Debt (Sch. F., Col. 4)	\$6,004	27.36%
Total Preferred & Preference Stock Stock (Sch. F., Co.. 4)	0	0.00%
<u>Common Equity</u>		
Common Stock	673	
Premium on Common Stock	0	
Capital Surplus	95	
Capital Stock	0	
Retained Earnings	15,172	
Other	0	
Total Common Equity	<u>15,940</u>	<u>72.64%</u>
Total Capital	<u><u>\$21,944</u></u>	<u><u>100.00%</u></u>

Schedule F

COMPANY NAME: Valley Energy - PA
 Cost of Debt and Preferred Stock as Adjusted
 For the 12 Months Ended 9/30/2025
 (Thousands of Dollars)

Item/Description	Issue Date (1)	Maturity Date (2)	Interest Rate (3)	Outstanding Balance (4)	Effective Cost Rate (5)	Percent to Total (6)	Weighted Cost Rate (7)
Long Term Debt			(See Appendix A)				
Short Term Debt (If Applicable)							
Total				6,004			5.08%
Preferred Stock			(See Appendix B)				
Total				0			0.00%

Valley Energy - PA

Overall Return - Actual
4.61%

Overall Return - Adjusted
4.70%

Equity Return - Actual
4.50%

Equity Return - Adjusted
4.62%

Summary of Returns

SCHEDULE A

Company Name: Valley Energy - NY
 Financial Report for Twelve Months Ended
 9/30/2025
 (Thousands of Dollars)

	Actual per <u>Books</u> (1)	Intrastate <u>Percent</u> (2)	Intrastate per books (3)	Adjustments (a) (4)	Adjusted <u>Results</u> (5)
(1) Original Cost of Plant In Service	\$6,101	1.0000	6,101	(1,260)	\$4,841
(2) Less: Depreciation Reserve	4,353	1.0000	4,353	(924)	3,429
(3) Net Plant in Service	1,748		1,748	(336)	1,412
<u>Additions:</u>					
(4) Land/Plant Held for Future Use			0		0
(5) Materials & Supplies & Fuel Stocks		1.0000	0		0
(6) Cash Working Capital (b)	110	1.0000	110		110
(7) Other			0		0
<u>Deductions:</u>					
(8) Accumulated Deferred Income Taxes					
(9) Liberalized Depreciation	343	1.0000	343		343
(10) Investment Tax Credit			0		0
(11) Other			0		0
(12) Customer Deposits	(11)	1.0000	(11)		(11)
(13) Customer Advances			0		0
(14) Contributions in Aid of Construction			0		0
(15) Other			0		0
(16) RATE BASE	\$1,526		\$1,526	(336)	\$1,190
(17) <u>Operating Revenues</u>	<u>\$1,617</u>	<u>1.0000</u>	<u>1,617</u>		<u>\$1,617</u>
<u>Operating Expenses</u>					
(18) Operation & Maintenance	1,341	1.0000	1,341		1,341
(19) Annual Depreciation	175	1.0000	175	(25)	150
(20) Taxes - Other than Income	129	1.0000	129		129
(21) State/Fed. Income Tax - Current	(25)	1.0000	(25)		(25)
(22) Federal Income Tax - Current	0	1.0000	0		0
(23) Deferred Income Taxes	0	1.0000	0		0
(24) Investment Tax Credit (Net)	0	1.0000	0		0
(25) Total Operating Expenses	1,620		1,620	(25)	1,595
(26) INCOME AVAILABLE FOR RETURN	(\$3)		(\$3)	\$25	\$22
RATE OF RETURN - OVERALL	-0.20%		-0.20%		1.85%

(a) Schedule B and Schedule C

(b) As adjudicated in last rate case
 or as currently calculated

SCHEDULE B

COMPANY NAME: **Valley Energy - NY**

Summary of Pro Forma Intrastate Adjustments
(Thousands of Dollars)

	<u>Rate Base Adjustments</u>	<u>Rate Base</u>	<u>Revenues</u>	<u>Expenses</u>	<u>Taxes*</u>
(1)	████████████████████				
(2)	████████████████████				
(3)	████████████████████				
<u>Income Statement Adjustments</u>					
(4)	████████████████████				
(5)	████████████████████				
(6)	████████████████████				
(7)	████████████████████				
(8)	████████████████████				
(9)	████████████████████				
(10)	████████████████████				
Totals		<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

*Includes gross receipts tax (GRT), where applicable

SCHEDULE C

COMPANY NAME: **Valley Energy - NY**

Explanation of Adjustments

Rate Base Adjustments

(1) [REDACTED]

(2) [REDACTED]

(3) [REDACTED]

Income Statement Adjustments

(4) [REDACTED]

(5) [REDACTED]

(6) [REDACTED]

(7) [REDACTED]

(8) [REDACTED]

(9) [REDACTED]

(10) [REDACTED]

Explanation of Changes to Intrastate Allocation Factors (if applicable)

SCHEDULE D-1

COMPANY NAME: **Valley Energy - NY**

Intrastate Per Books

Calculation of Return on Common Equity

for the 12 Months Ended 06/30/25

(Thousands of Dollars)

	Capital Ratios (a) (1)		Rate Base (b) (2)		Totals (3)		Embedded Cost Rates(c) (4)		Total Rate Base Related Cost of Debt and Preferred & Preference (5)
	Sch. E Col. 2	x	Sch. A. Col. 3 Line 16	=		x	Sch. F Col. 7	=	
1) Debt	0.00%		\$1,190		\$0		0.00%		\$0
2) Preferred	0.00%		\$1,190		0		0.00%		0
3) Common Equity	100.00%		\$1,190		1,190				
4) Total	100.00%				\$1,190				\$0

12 Months ended 9/30/2025

	Intrastate Per Books
5) Income Available for Return (from Sch. A, Col. 3, Line 26)	(\$3)
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	\$0
7) Income Available for Common Equity (Line 5 Less Line 6)	(\$3)
8) Debt Cost (Col 5., Line 1)	\$0
9) Less: Interest Expense used to compute State and Federal Income Taxes	64
10) Difference (Line 8 Less Line 9)	(64)
11) Times: Composite State and Federal Income Tax Rate	27.71%
12) Net Addition or (Deduction) (Line 10 x Line 11)	(\$18)
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	(\$21)
14) Return on Common Equity (Line 7/Line 3, Col. 3)	-0.25%
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	-1.74%

SCHEDULE D-2

COMPANY NAME: **Valley Energy - NY**
 Intrastate Pro Forma Results
 Calculation of Return on Common Equity
 for the 12 Months Ended 03/31/25
 (Thousands of Dollars)

	Capital Ratios(a) (1)	x	Rate Base(b) (2)	=	Totals (3)	x	Embedded Cost Rates(c) (4)	=	Total Rate Base Related Cost of Debt and Preferred & Preference (5)
	Sch. E Col. 2		Sch. A. Col. 5 Line 16				Sch. F Col. 7		
1) Debt	0.00%		\$1,190		\$0		0.00%		\$0
2) Preferred	0.00%		\$1,190		0		0.00%		0
3) Common Equity	100.00%		\$1,190		1,190				
4) Total	<u>100.00%</u>				<u>\$1,190</u>				<u>\$0</u>

12 Months ended 9/30/2025

	Intrastate Adjusted
5) Income Available for Return (from Sch. A, Col. 5, Line 26)	\$22
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	<u>\$0</u>
7) Income Available for Common Equity (Line 5 Less Line 6)	<u>\$22</u>
8) Debt Cost (Col 5., Line 1)	\$0
9) Less: Interest Expense used to compute State and Federal Income Taxes	<u>64</u>
10) Difference (Line 8 Less Line 9)	82
11) Times: Composite State and Federal Income Tax Rate	<u>(64)</u>
12) Net Addition or (Deduction) (Line 10 x Line 11)	<u>27.71%</u>
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	<u>(\$18)</u>
14) Return on Common Equity (Line 7/Line 3, Col. 3)	<u>\$4</u>
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	<u>1.85%</u>
	<u>0.36%</u>

SCHEDULE E

COMPANY NAME: Valley Energy - NY

Calculation of Capital Structure and Related Ratios
for the Twelve Months Ended 03/31/25

(Thousands of Dollars)

	Total Company Actual Amount Outstanding (1)	Ratios (2)
Total Debt (Sch. F., Col. 4)	\$0	0.00%
Total Preferred & Preference Stock Stock (Sch. F., Co.. 4)	0	0.00%
<u>Common Equity</u>		
Common Stock	2,327	
Premium on Common Stock	0	
Capital Surplus	0	
Capital Stock	0	
Retained Earnings	(1,079)	
Other	0	
Total Common Equity	<u>1,248</u>	<u>100.00%</u>
Total Capital	<u><u>\$1,248</u></u>	<u><u>100.00%</u></u>

Schedule F

COMPANY NAME: Valley Energy - NY
 Cost of Debt and Preferred Stock as Adjusted
 For the 12 Months Ended 03/31/25
 (Thousands of Dollars)

Item/Description	Issue Date (1)	Maturity Date (2)	Interest Rate (3)	Outstanding Balance (4)	Effective Cost Rate (5)	Percent to Total (6)	Weighted Cost Rate (7)
Long Term Debt			(See Appendix A)				
Short Term Debt (If Applicable)							
Total							
Preferred Stock			(See Appendix B)				
Total							

Summary of Returns

Valley Energy - NY

Overall Return - Actual	Overall Return - Adjusted	Equity Return - Actual	Equity Return - Adjusted
-0.20%	1.85%	-1.74%	0.36%