

GRIFFISS UTILITY SERVICES CORPORATION

REAL PROPERTY ACQUISITION POLICY

Adopted as of 3/29/13

Pursuant to Section 2824(1)(e) of the Public Authorities Law, the Board of Directors (the "Board") of Griffiss Utility Services Corporation ("GUSC") has adopted the following written policy governing GUSC's acquisition of real property and/or interests therein (the "Real Property").

A. Acquisition of Other Real Property

GUSC does not anticipate any acquisition of Real Property for its corporate purposes. However, in the future, if conditions change, Real Property may be acquired by GUSC for such uses as may be designated by GUSC. GUSC may lease Real Property such uses designated by GUSC.

The purpose of each acquisition of Real Property by GUSC shall be to further one or more of GUSC's corporate purposes as set forth GUSC's Certificate of Incorporation, or for a purpose otherwise permitted under applicable law.

Prior to each acquisition of Real Property, GUSC shall conduct such due diligence as it deems appropriate in accordance with the particular circumstances of the proposed acquisition. Such due diligence may include, but is not limited to, Real Property appraisals and review and investigation of environmental, structural, title, pricing and other applicable matters.

B. Approval of Real Property Acquisitions

All acquisitions of Real Property shall be conducted in accordance with this Policy and applicable law. Proposed acquisitions of Real Property shall be presented to the Board for approval or other appropriate action.