

PSC NO. 5 - Gas
Corning Natural Gas Corporation
Effective February 1, 2011

Statement Type: DRA
Statement No. 6

**Corning Natural Gas Corporation
2010 DRA Reconciliation**

2010 DRA RECONCILIATION

Net DRA to be Surcharged to Customers Starting in Jan 2010 189,384.27

Amount Refunded (Surcharged) to Customers

January-10	(22,429.38)
February-10	(20,128.33)
March-10	(15,314.31)
April-10	(9,928.69)
May-10	(7,417.61)
June-10	(1,063.03)
July-10	(1,368.95)
August-10	3,335.30
September-10	3,441.72
October-10	6,317.46
November-10	9,211.86
December-10	18,188.63
Net Refunded (Surcharged) to Customers in 2010	(37,155.33)

90% Customer Share Pass back

For Root Well Revenues over \$250,000 49,967.83 See DRA Statement #3 for Support

Date Wire Transfer Received

December 18, 2009	70,308.46
April 1, 2010	23,016.48
July 1, 2010	23,016.48

Total Tennessee Gas Pipeline Refund to Date 116,341.42 See DRA Statement #4 for Support

Amount Left to be Surcharged from 2010	(14,080.30)
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Allocation for Corning, Bath & Hammondsport			
Based on Projected 2011 Volumes (excluding Contract Customers)			
	Volumes	%	
Corning	3,366,097	85.15%	(11,989.91)
Bath	464,825	11.76%	(1,655.69)
Hammondsport	122,041	3.09%	(434.71)
Total	3,952,963	100.00%	(14,080.30)

	<u>Total</u>	<u>H' Port Portion</u>	
Hammondsport Transportation Charges	\$ 102,128.40	\$ 102,128.40	Oct '09 Through Sept '10
DRA Carrying Costs on Storage	\$ 14,358.20	\$ 443.28	Oct '09 Through Sept '10
Tennessee Gas Pipeline Additional Refund 11/1/10	\$ (23,016.48)	\$ (710.59)	
Local Production	\$ (11,437.76)	\$ (353.12)	Oct '09 Through Sept '10 80% over 250K
Second Stage Increase Case# 08-G-1137	\$ 163,996.00	\$ 5,063.10	
Net DRA	\$ 106,571.07		

Net Refunded (Surcharged) to Customers January '11 (19,168.71) **Projected**

Net DRA to be Surcharged to Customers Starting in Feb 2011	\$ 86,967.65
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Projected MCF Sales Volumes February to December 2011 98,868

DRA to be Effective February 1, 2011 Per MCF Surcharge (Refund)		\$ 0.8796
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Issue By: Firouzeh Sarhangi, CFO
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Issue Date: January 31, 2011