PSC No: 7 Gas Corning Natural Gas Corporation Initial Effective Date: 09/01/2012 Leaf: 159 Revision: 0 Superseding Revision:

Service Classification No. 6

Applicable to the Use of Service for:

Firm Transportation Service applicable to retail customers served by Service Classification No. 3 to P.S.C. No. 7- Gas (hereinafter called the "Customer") when Corning Natural Gas Corporation (hereinafter called the "Company") has facilities available and adequate for the load. Service under this Service Classification must be requested by a retail customer who has contracted to purchase gas from an alternate source. Such customers shall be limited to those requiring transportation for a minimum volume of 5,000 Mcf annually (Rate Codes CT,CTO,MI,MTO,PT,PTO,HT,HTO).

Character of Service:

Firm transportation of end use customer owned pipeline quality natural gas delivered to the customer's existing service point. The Company will control the dispatch of such gas and dispatch will be provided as requested by the Customer, except the quantity of gas delivered will be conditioned upon the availability of the Company's capacity to serve such customers.

Marketers serving firm human needs customers must comply with one of the following:

a) Must take a capacity assignment from the Company for the 12-month period November $1^{\rm st}$ thru October $31^{\rm st}$ at maximum rates.

b) Demonstrate that they have adequate winter season (Nov.- Mar.) firm, nonrecallable, primary delivery point capacity to the city gate. CNG maintains that any customer who is currently required to have firm, primary point capacity as of August 30, 2007 is included. The level of capacity that is to be "grandfathered" for each marketer is the highest level they possessed on August 30th, October 1st or November 1, 2007. Any change in capacity will be made a part of the Affidavit process that takes place each fall. The level of grandfathered capacity that is accepted at that time will remain in effect for the next 12 months. Customers must take a mandatory assignment of capacity unless they hold grandfathered rights to their own capacity as stated here.

(1) On April 1 of each year the Company will review the quantity of design day requirements to be served by each Suppliers grandfathered capacity over the past thirteen (13) months. Unless the Supplier elects to reduce its grandfathered capacity, there shall be no reduction to the Supplier's quantity so long as the grandfathered capacity exceeds the quantity provided by the Supplier, or if the decrease in design day requirement quantity is less than 500 Dth. If the design day requirement quantity decreases by more than 500 Dth, the Supplier's grandfathered capacity will be reduced to the highest design day requirement quantity during the previous thirteen (13) months.

Issued Under Authority of PSC Order Dated April 20, 2012 in Case No. 11-G-0280. Issued by Michael German, C.E.O. and President, Corning, NY 14830