

PSC No: 5 Gas  
Corning Natural Gas Corporation  
Initial Effective Date: 6/20/2012

Leaf: 75.1  
Revision 0  
Superseding Revision:

A dead band ranging from 1.0000 to 1.0194 will also be established for the LAUF incentive mechanism as discussed on page 35 of the Joint Proposal. All firm customers will be charged or credited, as the case may be, for differences between the fixed FOA and the actual FOA within the dead band. The Company will not recover the portion of the actual losses beyond the upper limit of the dead band. In the event the Company's actual FOA goes below 1.0000, all resulting benefits beyond the dead band will be awarded to all firm customers. The dead band will become effective for the annual GAC reconciliation 12 months ended August 31, 2013. The FOA and the dead band limits are fixed throughout the Rate Plan or until changed by the Commission. The LAUF incentive surcharge or refund will be collected through the DRA. A sample calculation of the FOA and the surcharge/refund amount for firm full service and transportation customers is shown in detail in Appendix P.

"Issued Under Authority of PSC order Dated April 20, 2012 in Case No. 11-G-0280."

Issued by Michael German, President & C.E.O., Corning, NY 14830