PSC No:5 Gas Corning Natural Gas Corporation Initial Effective Date: 06/20/2012 Leaf: 76.2.1 Revision: 0 Superseding Revision

Case# 11-G-0280 agrees on how to deal with the partial year linking period between the current rate year and proposed Rate Year 1. The Joint Proposal in Case 11-G-0280 uses an 8 month Revenue Per Rate Code target which is developed by prorating the current target, as shown in Appendix Q in Case# 11-G-0280. Once the RDM year is aligned with Rate Year 1, this partial year linking period will be concluded, as will the need for the Revenue Per Rate Code methodology.

Case# 11-G-0280 acknowledges that as a change in Gas Delivery Service Rates takes effect, the Company prorates the bills to customers. The proration of bills, however, will lower the actual billed delivery service revenue. To compensate for the proration in the first month of each Rate Year, the Company will calculate the actual billed delivery revenue using its billing determinants. The RDM Target for Rate Year 3 shall remain in effect until otherwise changed by the Commission.

Issued Under Authority of Order of PSC Dated August 20, 2009 in Case No. 08-G-1137. " Issued by Michael German, President & C.E.O., Corning, NY 14830