

PSC No: 5 Gas  
Corning Natural Gas Corporation  
Initial Effective Date: 06/20/2012

Leaf: 84  
Revision 3  
Superseding Revision:2

"Issued in Compliance with Commission Order "11-G-0280" Issued and Effective April 20, 2012"

W. Information Applicable to Transportation of Gas Service:  
(Cont'd.)

i) The Daily Deficiency Price Index will equal the applicable daily index midpoint price as published in Gas Daily + cost of transportation + variable capacity costs + fuel losses from the index point (DTI South Point to Corning's City Gate).

ii) The Daily Surplus Price Index will equal Applicable daily index midpoint price as published in Gas Daily plus the cost of transportation.

The Company and Marketers will work together, through mid-month changes in DCQ, in order to minimize end on month imbalances/cashouts.