PSC No:4 Gas Leaf: 80.5.2 Corning Natural Gas Corporation Revision: 1

Initial Effective Date: 06/20/2012 Superseding Revision:0

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

Case11-G-0280

Corning Natural Gas Corporation Balancing and Cash-Out Tiers Period 2 (Starting 11-1-12)

City Gate Balancing (Daily Nominations)

Deficiency

Imbalance Index Price Adj. Surplus Index Price Adj.

Imbalance

< -2% 125% of Market Price > +2% Nomination may be refused

End of Month Monthly Balanced Customer Cash-Out Table

Deficiency

Imbalance Index Price Adj. Surplus Index Price Adj.

Imbalance

< 0% Market Price > 0% Market Price

End-of-Month Cash Out - No Rollover

No Harm - No Foul Rule for Daily or Monthly Imbalances