

PSC No:4 Gas
Corning Natural Gas Corporation
Initial Effective Date: 05/01/2012

Leaf: 80.4
Revision: 4
Superseding Revision: 2

"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 1 (Starting 5-1-12)
City Gate Balancing (Daily Nominations)

| Deficiency | Index Price Adj. | Surplus Imbalance | Index Price Adj. |
|------------|----------------------|-------------------|---------------------------|
| Imbalance | 125% of Market Price | > +2% | Nomination may be refused |
| < -2% | | | |

End of Month Cash-Out Table for Monthly Balanced Customer

| Deficiency | Index Price Adj. | Surplus Imbalance | Index Price Adj. |
|------------|------------------|-------------------|------------------|
| Imbalance | Market Price | > 0% | Market Price |
| < 0% | | | |

Daily Cash-Out Table for Daily Balanced Customer

| Deficiency | Index Price Adj. | Surplus Imbalance | Index Price Adj. |
|--------------|----------------------|-------------------|---------------------|
| Imbalance | No Cash-Out | 0 to +10% | No Cash-Out |
| 0 to -10% | | | |
| -10% to -15% | 110% of Market Price | +10% to +15% | 90% of Market Price |
| -15% to -20% | 120% of Market Price | +15% to +20% | 80% of Market Price |
| < -20% | 150% of Market Price | > +20% | 50% of Market Price |

End of Month Cash-Out Table for Daily Balanced Customer

| Deficiency | Index Price Adj. | Surplus Imbalance | Index Price Adj. |
|--------------|----------------------|-------------------|---------------------|
| Imbalance | Market Price | 0 to +10% | Market Price |
| 0 to -10% | | | |
| -10% to -15% | 110% of Market Price | +10% to +15% | 90% of Market Price |
| -15% to -20% | 120% of Market Price | +15% to +20% | 80% of Market Price |
| < -20% | 150% of Market Price | > +20% | 50% of Market Price |

End-of-Month Cash Out - No Rollover

No Harm - No Foul Rule for Daily or Monthly Imbalances

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