

PSC No:4 Gas
Corning Natural Gas Corporation
Initial Effective Date: 07/16/2011

Leaf: 77
Revision: 1
Superseding Revision: 0

Collection of Take-or-Pay Charges: (continued)

The customer served by S.C. No. 9 (NYSEG) shall be direct billed an amount equal to 60% of the applicable portion after company absorption, excepting any amount specifically pertaining to the former Southern Tier Pipeline, together with interest at the unadjusted customer deposit rate.

The Company shall perform an annual reconciliation by taking the cost of take-or-pay charges subject to recovery during the determination period (July 1 to June 30) and subtracting therefrom the collection of take-or-pay charges during the determination period and dividing said amount by volumes subject to take-or-pay recovery during the surcharge/refund period (September 1 to August 31). Any remaining balance at the end of the surcharge/refund period shall be included with interest in the next TOP annual computation.

Annual Surcharge or Refund

Applicable to Service Classifications 1, 2, 3 & 5

A surcharge or refund, in addition to that in "Refund Provision" on Leaf No. 20-D, to recover Gas Adjustment undercollections or to refund Gas Adjustment overcollections shall be computed by taking the cost of gas purchased adjusted for supplier refunds, excluding TOP charges, applied as recorded on the Company's books and deducting therefrom the collections of transportation reservation charges during the determination period and subtracting therefrom an amount equal to the base cost of gas, as stated on Leaf No. 71, multiplied by the quantities of gas sold, the Gas Adjustment revenues adjusted to eliminate the revenue tax effect, and adding or subtracting the gas cost overcollection with interest to the extent not recovered and dividing said amount by the quantities of gas sold during the determination period for the Company's own customers. Any refund or recovery under this paragraph shall include simple interest at a rate to be determined from time to time by the Commission. The computation of the surcharge or refund shall be filed with the Public Service Commission on or before October 15 of each year to become effective on December 1 and shall be based on data for the twelve months ended August 31.