PSC No: 5 Gas Leaf: 112
Corning Natural Gas Corporation Revision 0

Initial Effective Date: 04/01/2008 Superseding Revision:

SERVICE CLASSIFICATION NO. 3 (cont'd)

Notification of Rate:

The Company will notify Customers served under this service classification of the change in the Month Rate by a Statement of Interruptible Sales Rate which will be filed with the Public Service Commission, apart from this Schedule, not less than three days before the rate is to become effective and will be available to the public at Company offices at which application for service may be made.

Terms of Payment:

Net cash unless otherwise agreed to by the Company and the Customer.

Terms:

The terms shall be defined within the written service agreement and mutually agreed upon by the Customer and the Company.

Minimum Charge:

Customer will be required to purchase per month under this Service Classification and/or transport under Service Classification No. 4 a volume of gas not less than (a) one twenty-fourth (1/24) of the Maximum Annual Volume specified in the Service Agreement, or (b) 500 MCF, whichever is greater. If this minimum is not met, the deficiency will be billed at the rate specified under this Service Classification. The minimum charge will be prorated for the period of any curtailments or interruptions in service.

Determination of Deliveries:

The volume of gas to be billed under this rate shall be the sum of deliveries made by the Company to the customer hereunder through one or more meters for each month, less the quantity of customer owned deliveries through such meter as determined by the company as described in Rule W.2.

Definition:

The term "Contract Year" shall mean a twelve consecutive month period to be specified in the Service Agreement. The term "interruption" as used herein shall mean complete discontinuance of service. The term "curtailment" as used herein shall mean reduction of suppliers. When possible curtailment, to an amount stipulated by the company, shall precede interruption.

Revenue Tax Surcharge:

The rates and charges under this service classification including the Minimum Charge will be increased by the applicable percentage for service supplied within the municipality where the customer is taking service.

Issued by Michael German, President and C.E.O., Corning, N.Y. 14830