

PSC No: 6 Gas
Corning Natural Gas Corporation
Initial Effective Date: 09/01/2008

Leaf: 26
Revision 0
Superseding Revision:

SERVICE CLASSIFICATION No. 2 (Cont'd)

Charge for Overrun Gas:

If during the Contract year, the municipality takes a volume of gas hereunder which is in excess of 105% of the Maximum Annual Volume specified in the Service Agreement, all gas taken in excess of 105% of the Maximum Annual Volume may be subject to a penalty per Mcf in addition to the charges otherwise payable hereunder. No penalty shall be assessed unless by reason of the taking of such gas in excess of 105% of the Maximum Annual Volume, the Company is required to pay a penalty to its pipeline supplier. The amount of penalty will be equivalent to the cost incurred by the Company.

Definitions:

The term "Contract Year" shall mean a twelve consecutive month period to be specified in the Service Agreement.

FORM OF SERVICE AGREEMENT
(FOR SERVICE UNDER SERVICE AGREEMENT NO. 2)

This agreement is made as of the _____ day of 20__ by and between Corning Natural Gas Corporation, a New York corporation (hereinafter referred to as "Seller"), and _____ (hereinafter referred to as "Buyer").

In consideration of the promises and of the mutual covenants and agreements included herein, the parties do covenant and agree as follows:

1. Gas to be Sold and Purchased:

Seller agrees to deliver each Contract Year such quantities of natural gas as are requested by Buyer up to the Maximum Annual Volumes of _____ Mcf and Buyer agrees to pay for such quantities, under and subject to the terms and conditions hereinafter recited and referred to. Seller shall be obligated to deliver and Buyer shall be entitled to receive the above Maximum Annual Volume commencing with the Contract Year beginning _____.

2. Delivery Point:

The point of delivery shall be a connection between facilities of Seller and facilities of Buyer at Seller's meter station on the grounds of the Buyers old Murray Avenue Gas Plant in the Village of Bath, Steuben County, New York.

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