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PSC No:4 Gas

Corning Natural Gas Corporation

Initial Effective Date: 10/01/2003

Leaf: 185

Revision: 0

Superseding Revision:

If at any time the Third Party Supplier's account is out of balance by more than 30%, the Third Party Supplier will be required, upon 48 hours prior notice from the Company, to initiate corrective action to balance its account within the following 10-day period for the portion in excess of 30%. If the corrective action is not completed in the required 10 days, any imbalance over 30% remaining shall be purchased by the Company at 50% of the average commodity cost of gas.

- 9. An adjustment for unaccounted for gas will be made to the quantity of gas received for the Customers' accounts. The quantity of gas ultimately delivered to the customers shall be reduced by the adjustment from the level received by the Company for the Customers' account. The level of the adjustment shall be that as prescribed by the Public Service Commission from time to time and the Third Party Supplier shall be notified of specific level as authorized by the Public Service Commission.
- 10. The Third Party Supplier shall pay all taxes or surcharges that are lawfully imposed upon the Company in providing service under this service classification.
- 11. The Third Party Supplier shall reimburse the Company for any out-of-pocket expenses (including, but not limited to legal and travel expenses) incurred in connection with the initiation and rendering of service under this service classification. To the extent practicable, the Company shall provide an estimate of such expenses prior to their incurrence.
- 12. In the event the Company notifies a Customer to discontinue the use of transportation service at any time, and the Customer fails to do so, the Company shall have the right to terminate service and/or to bill the Customer, Third Party Supplier for usage occurring during the curtailment period at there of ten (10) times the highest cost gas used by the Company during the curtailment period.

Issued by Thomas K. Barry, Chairman, President & C.E.O., Corning, NY 14830