

PSC No:4 Gas
Corning Natural Gas Corporation
Initial Effective Date: 10/01/2003

Leaf: 172
Revision: 0
Superseding Revision:

6. If customer is notified to restrict or terminate service in accordance with Paragraph D on Tariff Page 81 to P.S.C. No. 4 - Gas and fails to adequately do so, a penalty shall be levied as follows:

- Up to 5% overrun - No penalty
- 5% to 100% overrun - \$.50 Per Mcf
- Over 100% overrun - \$2.50 Per Mcf

7. Daily gas nominations submitted by the agent to the Company will only be required in total for the aggregated group.

8. In order to keep monthly imbalances at a minimum, the agent may be permitted by the Company to transfer gas between aggregated groups at the end of each billing month. Any aggregated quantity changes must be faxed to the Company by the agent by the fourth business day of each month. The Company reserves the right to restrict this privilege with 30 days notice if operating problems are experienced.

9. Monthly imbalances shall be disposed of as follows:

Imbalances in the volumes of gas delivered for customers accounts in excess of 10%, net of special provision, fuel use and unaccounted for gas, and the volumes of gas used in the aggregate by customers, will be cashed out monthly. The cashout will be charges to the Marketer or Broker each month. Failure of the Marketer or Broker to pay such cashout amounts within 10 days shall constitute a material breach of the tariff.

Surplus Imbalance - When more gas is delivered to the city gate than the customers use, the Company will purchase such gas from the Marketer or Broker at the following rates:

<u>Imbalance Level</u>	<u>Calculation</u>
0% - 10%	Quantity x Avg. Commodity Cost of Gas
10% - 20%	Quantity x 90% Avg. Commodity Cost of Gas
20% - 30%	Quantity x 85% Avg. Commodity Cost of Gas

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