October 6, 2003

Honorable Jaclyn A. Brilling, Acting Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

> Re: Case 99-M-0631 – In the Matter of Customer Billing Arrangements Case 03-M-0117 – In the Matter of Implementation of Chapter 686 of the Laws of 2003 Order Relating to Implementation of Chapter 686 of the Laws of 2003 and Pro-Ration of Consolidated Bills

Dear Acting Secretary Brilling:

The enclosed leaf, issued by Corning Natural Gas Corp is transmitted for filling in compliance with the requirements of the New York State Public Service Commission.

First Revised Leaf No. 176 to PSC No. 4 – Gas

Effective: October 7, 2003.

Today's filing is in compliance with the Commission's Order of June 20, 2003 in the subject Case. A resignation by the Company employee responsible for this Case has resulted in the slight delay in the compliance filing.

This filing proposes tariff revisions to implement Marketer initiated terminations of service. When the Company disconnects service to a customer for non-payment of commodity charges initiated by a Marketer, a disconnect charge of \$30.00 will be assessed to the Marketer. This amount was derived without utilizing the embedded costs under review in the Company's Unbundling Track because that proceeding hasn't reached that point, and that specific calculation hasn't been done. The Company's unbundling proceeding has focused thus far on key issues with system reliability and operation, and transportation balancing. Alternatively then, the Company based the calculation of this fee on the Company's current reconnect fee.

A Marketer initiated suspension of service shall end upon payment of the lesser of the amount the customer would have paid to the Company for delivery and commodity service or the amount due the Marketer, plus the amount due the Company. At the request of the Marketer, the Company will calculate the amount the customer would have been billed by the Company for commodity and delivery service if the Company had been providing both services for a fee of \$4.50.

In accordance with Ordering Clause 3 of the Commission's June 30, 2003 Order, the requirements of Section 66 (12) (b) of the Public Service Law as to newspaper publication of these changes has been waived.

Sincerely,

Gary K. Earley Treasurer

Corning Natural Gas Corp

1. Disconnect Fee Calculation:

Current Tariffed Reconnect Fee	\$25.00
Updated for inflation, as it is 15 years old	\$30.00

2. Calculation of cost that a customer would have paid:

Customer Service Rep. Hourly Rate	\$12.00
Add Fringes	<u>x 1.50</u>
	\$18.00
15 minutes to calculate	\$ 4.50