Received: 07/31/2012 Status: CANCELLED Effective Date: 12/01/2012

PSC No: 7 Gas Leaf: 165
Corning Natural Gas Corporation Revision: 0

Initial Effective Date: 09/01/2012 Superseding Revision:

Service Classification No. 8

This Service Classification is only available to Hammondsport SC4 Customers as of April 30, 2012 (Rate Codes HT, HTO). Transportation Service, at one location, to any large volume customer, when the Company has received and accepted an Application for Transportation.

Marketers serving firm customers must comply with one of the following:

- a) Must take a capacity assignment from the Company for the 12 -month period November $1^{\rm st}$ thru October $31^{\rm st}$ at maximum rates.
- b) Demonstrate that they have adequate winter season (Nov.-Mar.) firm, non-recallable, primary delivery point capacity to the city gate. CNG maintains that any customer who is currently required to have firm, primary point capacity as of August 30, 2007 is included. The level of capacity that is to be "grandfathered" for each marketer is the level they possessed on August 30, 2007. Any change in capacity will be made a part of the Affidavit process that takes place each fall. The level of grandfathered capacity that is accepted at that time will remain in effect for the next 12 months. Any customer must take a mandatory assignment of capacity unless they hold grandfathered rights to their own capacity on August 30, 2007
- c) Due to the continual changes in the local production levels in CNG service territory, CNG will examine each Marketer's commitment to local production transportation volumes on an individual basis. Many variables exist due to the changing (both increasing and decreasing) volumes that are available from any given well. Consideration must be given on an individual producer basis, for how many wells exist, how long have they been in production, how many are interconnected to a gathering system, etc. CNG will maintain the right to determine if local production is suitable as firm primary capacity.

Rate: (per meter per month)

Minimum Charge:

Per Month - first .3 mcf 50.00 plus applicable gas adjustment. For Firm Transportation Service: \$0.13267 per ccf.

For Interruptible Transportation Service:

The Interruptible Transportation Service Rate applicable to all contracts signed during the calendar month shall be determined monthly at the discretion of the Company and will be based on the Customer's alternate fuel.

The Interruptible Transportation Service Rate in effect on the day the Customer's contract is signed shall be a fixed rate for the term of the contract up to 12 months (beginning the month following the month in which the contract is signed).

Issued Under Authority of PSC Order Dated April 20, 2012 in Case No. 11-G-0280.

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