

PSC No:4 Gas
Corning Natural Gas Corporation
Initial Effective Date: 05/01/2012

Leaf: 80.5.3
Revision: 0
Superseding Revision:

"Issued in Compliance with Commission Order "11-G-0280" Issued and Effective April 20, 2012"

Case11-G-0280

Corning Natural
Gas Corporation
Balancing and
Cash-Out Tiers

Period 3 (Starting 5-1-13)

City Gate Balancing (Daily Nominations)

Deficiency

Imbalance	Index Price Adj.	Surplus Imbalance	Index Price Adj.
< -2%	125% of Market Price	> +2%	Nomination may be refused

End of Month Monthly Balanced Customer Cash-Out Table

Deficiency

Imbalance	Index Price Adj.	Surplus Imbalance	Index Price Adj.
< 0%	Market Price	> 0%	Market Price

Daily Cash-Out Table for Daily Balanced Customer

Deficiency

Imbalance	Index Price Adj.	Surplus Imbalance	Index Price Adj.
0 to -7.5%	No Cash-Out	0 to +7.5%	No Cash-Out
-7.5% to -15%	110% of Market Price	+7.5% to +15%	90% of Market Price
-15% to -20%	120% of Market Price	+15% to +20%	80% of Market Price
< -20%	150% of Market Price	> +20%	50% of Market Price

Daily Cash-Out Table for Daily Balanced Customer

Deficiency

Imbalance	Index Price Adj.	Surplus Imbalance	Index Price Adj.
0 to -7.5%	Market Price	0 to +7.5%	Market Price
-7.5% to -15%	110% of Market Price	+7.5% to +15%	90% of Market Price
-15% to -20%	120% of Market Price	+15% to +20%	80% of Market Price
< -20%	150% of Market Price	> +20%	50% of Market Price

End-of-Month Cash Out - No Rollover

No Harm - No Foul Rule for Daily or Monthly Imbalances

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