

PSC No: 5 Gas  
Corning Natural Gas Corporation  
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Leaf: 84.5  
Revision 0  
Superseding Revision:

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

K) Only the difference above or below the daily balancing tolerance is cashed out. All month end imbalances shall be cashed out. The difference above or below the balancing tolerance will be cashed out by applying the appropriate Index Price Adjustment to the difference as it is stepped through the tiers (i.e. if a Customer's account is out of balance by +31% the company would deduct the first 5% (the Balancing Tolerance), then apply the factor of 90% of index to the amount between 5% and 10%, then apply the factor of 85% of index to the amount between 10% and 15% at the next tier and then apply the factor of 75% of index to the amount above 15% at the final tier and accumulate the calculations). Month end imbalance between 0 and 5% shall be cashed out in accordance with paragraph ii without an index price multiplier.

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