

PSC No:4 Gas
Corning Natural Gas Corporation
Initial Effective Date: 06/01/2006

Leaf: 80.4.1
Revision: 0
Superseding Revision:

3) A calculation of the Average Daily Quantity (ADQ) indicating what the average daily use is in a historic usage matrix showing consumption by customer class by Marketer shall be provided with monthly degree days for informational purposes only but will not forecast consumption needs for the groups. Customers/marketers remain directly responsible for matching actual nominations with customer usage. Daily delivery requirements for S.C. No.14 Customers/Marketers shall be set at weather normalized average quantities for the customer pool. This will be accomplished by the Company providing a calculation of the Average Daily Quantity indicating what the average daily use is in a historic usage matrix showing consumption by customer class by Marketer with monthly degree-days. The S.C. No. 14 marketers and Corning may change the nomination of such quantities upon mutual agreement.

B) In order to keep monthly imbalances at a minimum, SC6, SC14, SC5, SC3/SC4 (Bath) and SC7 (Hammondsport) Aggregation Groups will be allowed to trade imbalances at month end with other SC14 and SC6 Small Customer Aggregation Pools or SC7, SC11 and SC4 (Hammondsport) Direct Customers. The trading will occur prior to any cash out procedures being applied.

C) Cash-outs will be market based regardless of a deficiency or a surplus and calculated as follows:

"Issued Under the Authority of PSC Order Dated May 22, 2006 in Case No. 05-G-1359"
Issued by Thomas K. Barry, Chairman, President & C.E.O., Corning, NY 14830