

PSC No:4 Gas
Corning Natural Gas Corporation
Initial Effective Date: 04/05/2008

Leaf: 138.1
Revision: 0
Superseding Revision:

Service Classification No. 6

A Supplier may not transfer its grandfathered capacity to another Supplier unless it accompanies the sale of its entire book of customers.

(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:

For all gas delivered under this rate classification during each month, the rate shall be \$1.6730 per Mcf, plus the applicable revenue taxes. Above rate subject to increase in accordance with paragraph 24A, page 79. Above rate shall also be increased to include the take-or-pay surcharge described on page 75.

In addition to be above rate, a per unit surcharge based on the pro-rata share of the Cove Point LNG amortization charge billed by the Company's suppliers, which may be adjusted to reflect any significant changes in supplier billings. Prior to any change in the surcharge rate, a detailed statement will be filed with the Public Service Commission.

A per unit charge (transition surcharge) shall be added to collect the Company's stranded capacity costs as described on Leaf 78. The rate shall be provided in a monthly statement to be filed with the Commission.

Delivery Rate Adjustment

The charges set forth herein shall be subject to a Delivery Rate Adjustment per 100 cubic feet of gas supplied as explained on leaf No. 75.

Application of Deliveries:

Monthly deliveries to the Customer will be applied first to any minimum requirement under the applicable tariff provisions for firm service. Customers shall follow the balancing rules described in General Information Section 24B of the Company's Tariff.

"Issued under Authority of PSC Order dated March 28, 2008 in Case No. 07-G-0299"

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