Received: 12/05/2007 Status: CANCELLED Effective Date: 12/06/2007

PSC No:4 Gas Leaf: 67.1
Corning Natural Gas Corporation Revision: 0
Initial Effective Date: 12/06/2007 Superseding Revision:

(j) Compensation for the diverted gas will be the market price of gas, defined as the Gas Daily South Point Daily Index (\$MMBtu) plus \$0.25/MMBtu. If it can be demonstrated by the ESCO or Direct Customers, with adequate support, that a contract calls for a higher price, the Company will reimburse the ESCO or Direct Customer at the contract price.

- (k) The Company will provide periodic updates to ESCOs and curtailed customers so they can plan accordingly. The Company will notify the Director of the Office of Gas and Water of the New York State Department of Public Service when a curtailment is declared and when the situation returns to normal.
- 8. For the purposes of the above requirements, the following definitions shall apply:
  - (a) Residential customers shall include any buildings heated solely by gas where persons reside, including apartment houses, prisons, dormitories, nursing homes, hospitals and hotels.
  - (b) Industrial customers shall include all customers who utilize gas, including utilization for space heating, for the manufacture or processing of goods and materials.

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