PSC No: 6 Gas Leaf: 26
Corning Natural Gas Corporation Revision 1

Initial Effective Date: 09/01/2008 Superseding Revision: 0

SERVICE CLASSIFICATION No. 2 (Cont'd)

Charge for Overrun Gas:

If during the Contract year, the municipality takes a volume of gas hereunder which is in excess of 105% of the Maximum Annual Volume specified in the Service Agreement, all gas taken in excess of 105% of the Maximum Annual Volume may be subject to a penalty per Mcf in addition to the charges otherwise payable hereunder. No penalty shall be assessed unless by reason of the taking of such gas in excess of 105% of the Maximum Annual Volume, the Company is required to pay a penalty to its pipeline supplier. The amount of penalty will be equivalent to the cost incurred by the Company.

Definitions:

The term "Contract Year" shall mean a twelve consecutive month period to be specified in the Service Agreement.