

PSC No:4 Gas  
Corning Natural Gas Corporation  
Initial Effective Date: 10/01/2003

Leaf: 66  
Revision: 0  
Superseding Revision:

- (b) The Company will have sufficient capacity at all times to serve requirements in Priority 1, absent the occurrence of an emergency or a cause beyond its control. In the event that the Company does not have capacity sufficient to serve all of its Priority 1 requirements, the Company will allocate the available capacity among the affected Customers in the manner which, in the Company's judgment, best protects the health, safety and property of its customers.
- (c) At the time the Company receives an application for Priority 1 transportation service, the Company will determine whether it will have sufficient capacity to render all Priority 1 services, including the requested service, over the term of the requested service. If it lacks such capacity, the Company will reject the application unless the Company and the Customer agree to construct the required capacity. Customer may be required to provide funding for any required construction.
- (d) If there is not sufficient capacity to serve all requirements of Customer within Priority 2 that are paying the same local transportation margin, the capacity available for such Customers will be prorated among them in proportion to their nominated service level for the month at the receipt point in question.
- (e) In those instances where a transportation customer's supplier has inadequate long-term gas supplies to serve its customers, the supplier of the gas must advise the Company what actions to take with respect to curtailment. The Company maintains the right to terminate service to a customer whose supplier is not nominating and delivering supplies on their behalf. Each non-utility supplier is required to provide the Company with a plan for curtailment of its customers.

Issued by Thomas K. Barry, Chairman, President & C.E.O., Corning, NY 14830