

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

Leaf: 147
Revision: 0
Superseding Revision:

Rate (continued):

In addition to the 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. However, this surcharge shall be deferred when the flex provisions of this service classifications are invoked. This would occur when fuel oil competition would force the rate below the ceiling described above.

Application of Deliveries:

Monthly deliveries to the customer will be applied first to any minimum requirement under the applicable tariff provisions for S.C. No. 2 firm service. Volumes above the firm service minimum requirement, up to the volumes received for transportation (net loss allowance) to the Customer, shall be considered gas delivered under this Service Classification. Any additional volumes shall be billed at the rates specified in applicable tariff provisions for firm service.

Terms of Payment:

Bills are payable within ten days from date of bill. Bills are rendered at the above Rate. The Late Payment charge will be due if payment is not made on or before the date specified on the bill in accordance with the provision of General Information Rule 12.I.

Term:

The term shall be defined within the written service agreement and mutually agreed upon by the Customer and the Corporation for a period not to exceed one year. It will not be necessary to revise such contract with each rate adjustment.

General Terms and Conditions:

The General Information Rules of the Company's rates and tariffs are applicable to all information not specifically covered within this Service Classification and are hereby made a part thereof.

When it is necessary to invoke the flexible rate, eighty-five percent (85%) of the difference between the billed revenues and revenues that would have been billed under the full tariff rate shall be deferred, with interest, in Account 186. Any balance in Account 186 at August 31 shall be transferred to the GAC imbalance for the applicable reconciliation year.