

CORNING NATURAL GAS HOLDING CORPORATION
Consolidated Balance Sheets
At September 2014
Attachment 3

CNGHC and PCL&P have different Fiscal years. CNGHC the twelve months ended September and PCL&P calendar year end. In order to show the annualized impact of the acquisition the full 2014 amounts for PCL&P have been used in this Balance Sheet presentation

<u>Assets</u>	<u>CNGHC</u> <u>September 30, 2014</u>	<u>PCL&P</u> <u>Acquisition</u>	<u>Combined</u>

Plant:			
Utility property, plant and equipment	\$68,687,509	\$23,711,000	\$92,398,509
Less: accumulated depreciation	<u>(19,578,820)</u>	<u>(5,630,000)</u>	<u>(25,208,820)</u>
Total plant utility and non-utility, net	<u>49,108,689</u>	<u>18,081,000</u>	<u>67,189,689</u>
Investments:			
Marketable securities available-for-sale at fair value	2,308,138	-	2,308,138
Investment in joint ventures	<u>1,280,757</u>	-	<u>1,280,757</u>
	<u>3,588,895</u>	<u>-</u>	<u>3,588,895</u>
Current assets:			
Cash and cash equivalents	108,086	-	108,086
Customer accounts receivable, (net of allowance for uncollectible accounts of \$44,377 and \$42,540), respectively	1,788,447	570,000	2,358,447
Related party receivables	446,154		446,154
Accrued Unbilled		789,000	789,000
Gas stored underground, at average cost	2,291,665		2,291,665
Materials and supplies inventory	937,459	235,000	1,172,459
Prepaid expenses	982,198	88,000	1,070,198
Deferred tax Assets current	-	253,000	253,000
Total current assets	<u>6,554,009</u>	<u>1,935,000</u>	<u>8,489,009</u>
Deferred debits and other assets:			
Regulatory assets:			
Unrecovered gas costs	110,372		110,372
Deferred regulatory costs	2,653,778	3,916,000	6,569,778
Deferred pension	0		-
Unamortized debt issuance cost (net of accumulated amortization of \$675,326 and \$595,637), respectively	313,292		313,292
Other	<u>193,026</u>	<u>-</u>	<u>193,026</u>
Total deferred debits and other assets	<u>3,270,468</u>	<u>3,916,000</u>	<u>7,186,468</u>
 Total assets	 <u>\$62,522,061</u>	 <u>\$23,932,000</u>	 <u>\$86,454,061</u>

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Liabilities and capitalization:

Long-term debt, less current installments	<u>14,571,746</u>	<u>12,000,000</u>	<u>26,571,746</u>
Current liabilities:			
Current portion of long-term debt	2,697,140		2,697,140
Borrowings under lines-of-credit	4,614,541		4,614,541
Accounts payable	1,903,594	522,000	2,425,594
Accrued expenses	534,059	241,000	775,059
Customer deposits and accrued interest	976,734	149,000	1,125,734
Dividends declared	327,819		327,819
Refundable Energy Costs		348,000	348,000
Deferred income taxes	<u>215,757</u>	<u>-</u>	<u>215,757.00</u>
Total current liabilities	<u>11,269,644</u>	<u>1,260,000</u>	<u>12,529,644</u>
Deferred credits and other liabilities:			
Deferred income taxes	1,223,875		1,223,875
Deferred compensation	1,666,415		1,666,415
Pension costs and post-retirement benefits	6,091,540		6,091,540
Other	<u>1,113,655</u>	<u>883,000</u>	<u>1,996,655</u>
Total deferred credits and other liabilities	<u>10,095,485</u>	<u>883,000</u>	<u>10,978,485</u>
Common stockholders' equity:			
Common stock (common stock \$.01 par value per share. Authorized 3,500,000 shares; issued and outstanding 2,430,184 at September 30, 2014)	24,302		24,302
Other paid-in capital	26,037,603		26,037,603
Retained earnings	2,921,478	9,789,000	12,710,478
Accumulated other comprehensive loss	<u>(2,398,197)</u>	<u>-</u>	<u>(2,398,197)</u>
Total common stockholders' equity	<u>26,585,186</u>	<u>9,789,000</u>	<u>36,374,186</u>
Total liabilities and capitalization	<u>\$62,522,061</u>	<u>\$23,932,000</u>	<u>\$86,454,061</u>