PSC No: 87 - Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: 9/26/10 Issued in compliance with Order in Case 09-G-0716 dated 09/21/10 Leaf No. 24 Revision: 7 Superseding Revision: 5

SERVICE CLASSIFICATION NO. 3 (CONT'D)

INTERRUPTIBLE SALES SERVICE (CONT'D)

NOTIFICATION OF PRICE:

The Interruptible Rate Statement will be filed with the PSC no later than three (3) days before the effective date.

ADJUSTMENT FOR FIXED PRICE OPTION ONLY (CHAMPLAIN AREA):

Customers taking service under this service classification shall be subject to an adjustment in their prices due to fluctuations in the cost of gas as set forth in their individual Service Agreements.

MINIMUM CHARGE:

A Bill Issuance Charge of \$0.73 per bill in addition to the following:

Owego Area, Goshen Area, Lockport Area and Oneonta and Norwich Districts (Combined Area):

<u>April to October</u>, Inclusive (for the entire period or during period service is taken within such months, whichever is less. For the initial term of service the amount will be prorated based on the number of days service is taken). Customer will be required to purchase under this service classification and/or transport under Schedule PSC No. 88 Gas, or superseding issues thereof, a minimum quantity of 70,000 Therms. If this minimum is not met, the deficiency will be billed at the applicable price as set forth on the Statement of Gas Interruptible Transportation Rate Adjustment filed pursuant to PSC No. 88 Gas, or superseding issues thereof, effective on October 31 of each year.

In the event that service is interrupted by the Company in accordance with the terms of this service classification, then the Minimum Charge shall be multiplied by the ratio of the number of days that service is available to the customer for a full day to the total number of days in the service period.

November to March, Inclusive - None.

Binghamton Area:

The Minimum Charge shall be based on a minimum quantity of 40,000 therms per billing month delivered to the Customer and priced at the currently applicable price per therm and other supplemental charges.

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York