Received: 10/01/2007

Status: CANCELLED Effective Date: 11/01/2007

PSC No: 88 - Gas Leaf No. 53 NEW YORK STATE ELECTRIC & GAS CORPORATION Revision: 10

Initial Effective Date: 11/01/07 Superseding Revision: 7

SERVICE CLASSIFICATION NO. 1 (CONT'D)

FIRM TRANSPORTATION SERVICE (CONT'D)

PRICE: (Per Month) (CONT'D)

B. For Customers Who Are Not Mandatory Capacity Release Customers and Do Wish to Reserve Their "Sales Customers" Status: (Cont'd)

Champlain Area	Effective Date				
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08
Transportation Administration Charge					
First 500 Therms or less	\$655.55	\$655.55	\$655.55	\$655.55	\$655.55
Usage Charge (per Therm)					
Next 14,500 Therms	\$0.2365	\$0.2365	\$0.2365	\$0.2365	\$0.2365
Next 35,000 Therms	\$0.1725	\$0.1725	\$0.1725	\$0.1725	\$0.1725
Over 50,000 Therms	\$0.1667	\$0.1667	\$0.1667	\$0.1667	\$0.1667

If the provision of transportation service to the Customer requires the Company to engage the services of others, an amount reflecting the costs incurred by the Company will be added to the prices reflected in Sections A. and B. of this service classification.

C. Demand Cost of Gas Adjustment:

The charges for those customers who reserve their "sales customer" status, set forth in Section B, shall be subject to a Demand Cost of Gas Adjustment per Therm of gas supplied hereunder, when the Company's average demand cost of reserving "sales customer" status differs from the base demand cost of \$0.1111 per Therm.

Issued in compliance with Order in Case 07-G-0299 dated August 30, 2007

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