

PSC NO. 88 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 10/01/03

Leaf: 12.1
Revision: 10
Superseding Revision: 9

GENERAL INFORMATION

4. DAILY METERED TRANSPORTATION REQUIREMENTS: (CONT'D)

M. Billing of Imbalance Charges:

All Pool Operators assume the imbalances of all Customers within their specified Pools. The Pool Operator will be billed all costs associated with Imbalances and Imbalance Trading.

N. Billing and Payment:

All bills are rendered at the "unit prices" stated in this Schedule, and that amount is due on bills paid on or before the "past due" date indicated on the bill.

(1) Marketers/Pool Operators/Direct Customers Billing and Payment:

- (a) Marketers/Pool Operators/Direct Customers will be billed in accordance with Section 24 of this Schedule.**

(2) Customer Billing and Payment:

- (a) Eligible Customers may make a billing and payment processing election in accordance with Section 32 of this Schedule.**
- (b) All other Customers will be billed in accordance with Section 8 of PSC No. 90 Gas, or superseding issues thereof.**

O. Alternate Fuel Facilities:

Where service provided hereunder is subject to the Customer maintaining alternate fuel facilities, the Company reserves the right to conduct an on-site inspection of such facilities at any time to determine whether the facilities are properly installed, maintained, functioning and capable of serving the Customer's energy requirements at a level equivalent to the natural gas delivered hereunder, or as specified in the Customer's Transportation Service Agreement.

P. Upstream Capacity Requirements:

This section is applicable to: (1) all Core Customers and (2) all Critical Care Customers.

Issued in compliance with order in Case 01-G-1668 dated September 23, 2003.

Issued by: James A. Lahtinen, Vice President - Rates & Regulatory Economics, Binghamton, NY