Received: 09/30/2004 Status: CANCELLED

Effective Date: 10/01/2004

PSC No: 87 - Gas Leaf No. 48 NEW YORK STATE ELECTRIC & GAS CORPORATION Revision: 6 Initial Effective Date: 10/01/04 Superseding Revision: 5

SERVICE CLASSIFICATION NO. 9 (CONT'D)

INDUSTRIAL MANUFACTURING OR PROCESSING PURPOSES (CONT'D)

PRICE (Per Month, Per Meter): (Cont'd)

(2) Gas Supply Charges:

A. Gas Supply Charge (GSC):

Customers in all areas will also be charged the applicable Gas Supply Charge (GSC) pursuant to General Information Section 14 of PSC No. 90 Gas, or superseding issues thereof, for all Therm use.

B. Merchant Function Charge (MFC):

Customers in all areas will also be charged the applicable Merchant Function Charge (MFC) pursuant to General Information Section 14 of PSC No. 90 Gas, or superseding issues thereof, for all Therm use.

MINIMUM CHARGE:

Through September 30, 2008, the Minimum Charge is the Basic Service Charge including the charge for the first 50 Therms or less, per meter. Effective October 1, 2008, the Minimum Charge is the Basic Service Charge including the charge for the first 500 Therms or less, per meter.

TERMS OF PAYMENT:

All bills are rendered at the above "unit prices" and that amount is due on bills paid on or before the "past due" date indicated on the bill. A late payment charge at the rate of one and one-half percent (1 1/2%) per month will be billed on all amounts not paid by that date. (Further details can be found in Section 8 of PSC No. 90 Gas, or superseding issues thereof.)

INCREASE IN PRICES APPLICABLE IN MUNICIPALITIES WHERE SERVICE IS SUPPLIED:

The prices and charges under this service classification, including the Minimum Charge, will be increased by a surcharge pursuant to General Information Section 3 of this Schedule to reflect the tax rates applicable within the municipality where the Customer takes service.

TERM:

One (1) month and thereafter until terminated by forty-eight (48) hours' written notice.

Issued in compliance with Order in Case 01-G-1668 dated September 23, 2004

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