

PSC NO. 88 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 01/01/04

Leaf : 112
Revision: 3
Superseding Revision: 2

SERVICE CLASSIFICATION NO. 16

**NON-RESIDENTIAL DISTRIBUTED GENERATION
FIRM TRANSPORTATION SERVICE**

APPLICABLE TO THE USE OF SERVICE FOR:

Firm Transportation Service to any new or existing gas fueled distributed generation (DG) facility that represents generating units designed to provide electricity to a single customer or specific customers within a defined geographical location with generating capacity of less than 50 Megawatts (MW) that maintains a load factor of 50% or more. (Load factor is defined herein as annual usage divided by the (peak winter day demand times 365 days).) Customer shall have executed a Transportation Service Agreement with the Company. Such distributed generation facilities may include, but not be limited to, reciprocating engines, steam turbines, gas turbines and emerging gas technologies such as fuel cells and microturbines. Service under this service classification is available throughout the Company's service territory to which this Schedule applies, providing the Company has facilities available and adequate for the load.

CHARACTER OF SERVICE:

Transportation of Customer-owned, pipeline quality natural gas will be on a firm basis, from a receipt point within the Company's service territory to which this Schedule applies to the facilities at the Customer's delivery point, as specified in the Customer's Transportation Service Agreement. The Company will control the dispatch of such gas, and dispatch will be provided as requested by the Customer, in accordance with General Information Section 4.C. of this Schedule, provided, however, that acceptance of the Customer's application will be conditioned on the availability of the Company's system capacity.

Gas service provided hereunder shall be daily metered and billed separately from gas service provided under any other service classification of the Company, and the use of gas measured by this separate meter for other than the above-described use is expressly prohibited.

Issued in compliance with order in Case 02-M-0515 dated 12/03/03.

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