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COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0

INITIAL EFFECTIVE DATE: 10/01/00 SUPERSEDING REVISION:

STAMPS: Issued in compliance with commission order dated 08/24/00 in case no.

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SERVICE CLASSIFICATION NO. 3 (CONT'D)

INTERRUPTIBLE SALES SERVICE (CONT'D)

SPECIAL PROVISIONS - DISTILLATE FUEL CUSTOMERS: (CONT'D)

D. Customer's that fail to comply with the requirements of Special Provisions - Distillate Fuel Customers (Section B) will be assessed a premium as detailed in the "Price" section of this service classification.

A Customer will be considered in non-compliance if:

- (a) the Customer refuses to allow the Company to inspect its facilities; or
- (b) the Company inspects the Customer's facilities and determines that the Customer has failed to comply with Special Provisions Distillate Fuel Customers (Section B); or
- (c) the Customer fails to comply when the Company provides notification, as set forth in Special Provisions -All Customers (Section A).
- E. Subject to Company's discretion, any Distillate Customer may be relieved of the obligations set forth in Special Provisions Distillate Fuel Customers (Sections B through D) if the Customer is willing to cease operation of those facilities that are subject to a notification issued in accordance with Special Provisions All Customers (Section A).

If a Customer under this section fails to cease operations when notified, the Customer shall immediately become subject to all the requirements otherwise applicable to Distillate Fuel Customers including, but not limited to, the failure to interrupt provisions contained in Special Provisions - All Customers (Section A) and the retroactive application of the pricing premium, as detailed in the "Price" section of this service classification, from November 1 until such time as full compliance, as determined by the Company, is achieved.

SPECIAL PROVISIONS - HUMAN NEEDS CUSTOMERS:

A. A Human Needs Customer is a Customer that heats all or any portion of any building, including apartment houses, prisons, dormitories, nursing homes, hospitals, hotels, and other building where persons may dwell on a permanent basis.

Issued By: George E. Bonner, Vice President - Gas Operations & Marketing, Binghamton, NY