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COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 4

INITIAL EFFECTIVE DATE: 12/01/02 SUPERSEDING REVISION: 2

STAMPS: Issued in compliance with Commission order in Case 01-G-1668 dated 11/

RECEIVED: 11/26/02 STATUS: Effective EFFECTIVE: 12/01/02

SERVICE CLASSIFICATION NO. 8 (CONT'D)

FIRM SALES TO LARGE GENERAL SERVICE (CONT'D)

TERM:

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

SPECIAL PROVISIONS:

A. Balanced Billing:

Customers may, by signing an application, be billed monthly in accordance with the budget plan set forth in Section 8.Q. of PSC No. 90 Gas, or superseding issues thereof.

B. Economic Development "Zone" Incentive (EDZI):

Upon application, qualification and thirty (30) days' notice to the Company, an existing or prospective non-residential customer, located in an approved Economic Development Zone, who is eligible for service under this service Classification will receive an EDZI, in the form of a reduction, as stated in Special Provision C to the price per therm for use in excess of 100 Therms per month. For a "process" customer, qualification is achieved by the installation of new or additional gas-utilizing equipment rated at 1 Therm per hour or more. For a "space conditioning" customer or a "space conditioning" and "process" customer, such additional equipment requires a rating of at least 2.5 Therms per hour.

In order to qualify for the EDZI, a customer must present, upon application, the Company with the appropriate certification from the approved Economic Development Zone Administrator. A qualified customer will receive the EDZI for the duration of the "zone" designation unless a customer's initial certification(s) becomes invalid.

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