

..DID: 460
 ..TXT: PSC NO: 88 GAS LEAF: 81
 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0
 INITIAL EFFECTIVE DATE: 03/07/97 SUPERSEDING REVISION:
 STAMPS:
 RECEIVED: 12/23/96 STATUS: Effective EFFECTIVE: 03/07/97

SERVICE CLASSIFICATION NO. 8 (CONT'D)

FIRM OR RECALLABLE CAPACITY ASSIGNMENT (CONT'D)

BILLING QUANTITY:

The quantity of gas to be billed each month under this service classification by the Company to the Customer will be based on a two-part price. At the sole discretion of Assignor, the quantity of gas to be billed each month under this service classification may be based on a one-part blended price.

- A. The two-part price will have a demand billing determinant consisting of a Maximum Daily Quantity and a commodity billing determinant consisting of the Transportation Quantity for each capacity assignment awarded.
- B. Customers billed using the one-part blended price will have a commodity billing determinant consisting of the Transportation Quantity.
- C. If the upstream pipeline has a capacity release program, whereby all assignments of its capacity and subsequent billings must be made by the upstream pipeline, then the billing quantity under this service classification shall be zero (0).

POSTING:

- A. Assignor shall post its maximum "as billed" price and minimum price for assignment of services available no later than thirteen (13) business days prior to the end of the month. These postings will include prices stated on a two-part basis and at Assignor's sole discretion, a one-part blended price. In addition, the posting will include the pipeline path, the Delivery Point, the term of the capacity assignment and the quantity of capacity available for assignment. In the event that Assignor elects to offer capacity for assignment on less than a thirty (30) day term, Assignor will modify the above referenced posting schedule as appropriate.
- B. Bids received within three (3) business days from the posting date set forth above, will be accepted in accordance with the criteria set forth in Special Provision A.
- C. For assignments commencing on the first of any month, Assignor shall provide a capacity assignment schedule indicating the date the maximum and minimum prices will be posted, the date bids are due from all customers and other parties, the date bids will be awarded and the date nominations are due to interstate pipelines.

Issued By: Michael I. German, Senior Vice President, Binghamton, New York
 (Name of Officer, Title, Address)