Received: 12/10/1998 Status: CANCELLED Effective Date: 12/10/1998

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COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 1

INITIAL EFFECTIVE DATE: 12/10/98 SUPERSEDING REVISION: 0

STAMPS: Issued in compliance with commission order in Case 98-G-0845 dated 12/

Cancelled by 3 Rev. Leaf No. 43 Effective 12/01/2002

RECEIVED: 12/10/98 STATUS: Cancelled EFFECTIVE: 12/10/98

SERVICE CLASSIFICATION NO. 8

FIRM SALES TO LARGE GENERAL SERVICE

APPLICABLE TO THE USE OF SERVICE FOR (CHAMPLAIN AREA):

Firm Sales to Large General Service (Non-Residential Service) customers in the Champlain Area using minimum quantities of no less than 400 Dth per year.

CHARACTER OF SERVICE:

Continuous - natural gas with a Btu content of not less than 950 Btu per cubic foot. Normal pressure 7" but not less than 4" water column. At the option of the Company, gas will be supplied at high pressure, where such service is available.

| PRICE (Per Month): | Price |
|-------------------------------|---------|
| First 3 Therms or less | \$18.00 |
| Next 497 Therms, per Therm | .7349 |
| Next 14,500 Therms, per Therm | .6429 |
| Over 15,000 Therms, per Therm | .6255 |

Customers will be able to select from either the Index Price Option or Fixed Price Option as described below:

Index Price Option - Under this option, prices will be adjusted monthly for average changes in published commodity price indices when such changes from the base index of \$0.148 per Therm of gas occur. The Index Price adjustment shall be filed one (1) business day following the publish date of the indices, and shall be effective two (2) business days following the filing date. Any customer who does not select a Fixed Price Option will be automatically included in the Index Price Option.

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