

..DID: 6651
..TXT: PSC NO: 87 GAS LEAF: 44
COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 12/10/98 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with commission order in Case 98-G-0845 dated 12/
Cancelled by 3 Rev. Leaf No. 44 Effective 04/01/1999
RECEIVED: 12/10/98 STATUS: Cancelled EFFECTIVE: 12/10/98

SERVICE CLASSIFICATION NO. 8 (CONT'D)**FIRM SALES TO LARGE GENERAL SERVICE (CONT'D)****PRICE (Per Month): (CONT'D)**

Fixed Price Option - Under this option, sales prices will be fixed at a price related to the duration of the term. The term related price will be based on the difference between the New York Mercantile Exchange Futures closing price on the fifteenth (15th) business day of the month prior to the effective date and the NYMEX base of \$0.155 per Therm. Customer elections of this option must be made no later than 12:00 PM on the fifteenth (15th) business day of the month prior to the effective date. The Fixed Price adjustment shall be effective on the first calendar day of each month, and shall be filed three (3) business days prior to the effective date. Customers electing the FPO are not permitted to change to the IPO or another service classification until expiration of their selected FPO term.

If the PSC orders the termination of the FPO provisions in a generic proceeding, the Company will immediately cease offering any new FPOs and all existing FPOs will terminate no later than one (1) year thereafter, regardless of the term of the FPO.

MINIMUM CHARGE:

The Minimum Charge is the charge for the first 3 therms or less, per meter.

INCREASE IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:

The prices and charges under this service classification, including the Minimum Charge, will be increased by a surcharge pursuant to General Information Section 3 of this Schedule to reflect the tax rates applicable within the municipality where the Customer takes service.

TERMS OF PAYMENT:

All bills are rendered at the above "unit prices" and that amount is due on bills paid on or before the "past due" date indicated on the bill. A late payment charge at the rate of one and one-half percent (1 1/2%) per month will be billed on all amounts not paid by that date. (Further details in Section 8 of PSC No. 90 Gas, or superseding issues thereof.)

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

(Name of Officer, Title, Address)