..DID: 404 ..TXT: PSC NO: 87 GAS LEAF: 41 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 03/07/97 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 41 Effective 04/13/1998 RECEIVED: 12/18/96 STATUS: Cancelled EFFECTIVE: 03/07/97

SERVICE CLASSIFICATION NO. 7 (CONT'D)

INTERRUPTIBLE INCENTIVE SERVICE (CONT'D)

INCREASE IN PRICES AND CHARGES:

The prices and charges under this service classification, including 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 PAYMENTS:

All bills are rendered at the "unit price" and that amount is due on bills paid on or before the "if paid by" date shown on the bill. After that date the "late amount" billed at the "late unit price", which includes a late payment charge, becomes due.

SPECIAL PROVISIONS:

- A. Customer must have full one hundred percent (100%) dual fuel capability for all service taken under this service classification. Purchases under this service classification shall not offset any purchases under Service Classification No. 3 of this Schedule. Customer must demonstrate that absent this price, they would use their alternate fuel.
- B. All sales hereunder shall be subject to interruption, prior to Service Classification No. 3 interruptions, on not less than one (1) hour notice from the Company and Company shall not be in any way liable for any failure in whole or in part, temporary or permanent, to deliver gas under this service classification.
- C. The metered therms for each billing period shall be billed in the following sequence:
 - 1. First, quantities up to the monthly forecasted purchases at the Service Classification No. 3 price.
 - 2. Second, the greater of the quantity specified in the currently effective Amendment to the Application for Service or the accumulated daily dispatched quantity under this service classification price.
 - 3. Third, quantities in excess of items 1 and 2 above at the Service Classification No. 3 price.