..DID: 1222 ..TXT: PSC NO: 89 GAS LEAF: 90 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 11/07/97 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 90 Effective 04/13/1998 RECEIVED: 08/20/97 STATUS: Cancelled EFFECTIVE: 11/07/97

SERVICE CLASSIFICATION NO. 1 (CONT'D)

ALL PURPOSES (CONT'D)

MINIMUM CHARGE:

The Minimum Charge is the charge for the first 2 Therms or less, per meter.

TERMS OF PAYMENT:

All bills are due and subject to a late payment charge in accordance with General Information Section 33 of this Schedule.

INCREASE IN PRICES APPLICABLE IN MUNICIPALITIES 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 37 of this Schedule to reflect the tax rates applicable within the municipality where the Customer takes service.

TERM:

Service may be discontinued by the Customer upon reasonable notice to the Company and by the Company in the manner provided by law and the rules and regulations herein set forth.

SPECIAL PROVISIONS:

Balanced Billing Plan:

At the request of any customer who uses gas as the primary source for space heating, monthly balanced billings for such customers shall be made as follows:

Monthly balanced billings shall be based on an amount equivalent to one-twelfth (1/12) of the Customer's estimated annual bill and such payments shall commence with bills payable during the month of September. A customer applying for the Balanced Billing Plan for the first time will be accepted in any month and his payment will be determined by dividing his estimated bill for the remainder of the plan period by the number of months remaining in the plan period. Thereafter, his monthly payments will be in accord with this balanced plan of payment.