..DID: 13529 ..TXT: PSC NO: 88 GAS LEAF: 50.42 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 02/01/01 SUPERSEDING REVISION: STAMPS: CANCELLED by Supplement 9 effective 05/31/01 Suspended by order in Case 99-M-0631. See suppl. No. 8 RECEIVED: 10/30/00 STATUS: Cancelled EFFECTIVE: 06/01/01

GENERAL INFORMATION

32. ALTERNATIVE BILLING ARRANGEMENTS: (CONT'D)

- M. Payment Allocation, Collection, and Unpaid Bills: (Cont'd)
 - (2) Single/Consolidated Bill Rendered by the ESCO/Marketer:
 - (a) Collection:

The respective parties will separately pursue collection from the Customer for those amounts due such party in accordance with the current practices and procedures of the respective parties. The Company retains the right to pursue collection from the Customer of Company charges which have past due balances in accordance with the Company's current practices and procedures. Nothing in the ESCO/Marketer Billing Services Agreement shall give or be construed to give the ESCO/Marketer any rights to the Company amounts presented or paid. The ESCO/Marketer will not pursue collection activities for the Company amounts.

(b) Payment Allocation:

The ESCO/Marketer must apply all Customer payments, first to Company charges (inclusive of New York State and local sales and use tax obligations), past due and current, then to the ESCO's/Marketer's supply charges, past due and current. Customer payments in excess of the Company's charges and the ESCO's/Marketer's supply charges will be credited to future Company charges.