PSC No: 87 - Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: 10/01/18 Issued in compliance with Order in Case No. 17-M-0815, dated 8/9/18. Leaf No. 14 Revision: 16 Superseding Revision: 15

SERVICE CLASSIFICATION NO. 1 (CONT'D)

RESIDENTIAL SERVICE (CONT'D)

MINIMUM CHARGE:

The Minimum Charge is the Basic Service Charge including the charge for the first 3 Therms or less, per meter, for all areas plus the Bill Issuance Charge, per bill. The Basic Service Charge and the Bill Issuance Charge shall appear on the Customer's bill whether or not any gas was used during the billing period.

TAX CREDIT ASSOCIATED WITH THE TAX CUTS AND JOBS ACT OF 2017:

The Tax Credit shall be applied per therm to all therms delivered under this Service Classification, (as explained in this Schedule, General Information Rule 10). See Tax Credit Statement.

INCREASE IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:

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

RATE ADJUSTMENT MECHANISM ("RAM"):

The RAM shall be applied per therm to all therms delivered under this Service Classification (as explained in this Schedule, General Information Rule 9). See RAM Statement.

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 $1\frac{1}{2}$ % per month shall be billed on all amounts not paid by that date. (Further details can be found in Section 8 of P.S.C. No. 90 Gas, or superseding issues thereof.)

TERMS:

One month and thereafter until terminated by 48 hours' notice.

SPECIAL PROVISION:

A. Budget Billing:

Customers may, by signing an application, be billed monthly in accordance with the plan set forth in Section 8.Q. of P.S.C. No. 90 Gas, or superseding issues thereof.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Binghamton, New York