

PSC No: 88 - Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 01/01/07

Leaf No. 68
Revision: 8
Superseding Revision: 7

SERVICE CLASSIFICATION NO. 5

SMALL FIRM TRANSPORTATION SERVICE

APPLICABLE TO THE USE OF SERVICE FOR:

Small Firm Transportation Service to existing firm sales service customers or new firm customers with maximum quantities for transportation of less than 25,000 Dth per year when the Company has facilities available and adequate for the load.

CHARACTER OF SERVICE:

Transportation of Customer-owned, pipeline quality, natural gas will be on a firm basis from a receipt point within the Company's service territory to which this Schedule applies to the facilities at the Customer's existing delivery point, as specified in the Customer's Transportation Service Agreement. The Company will control the dispatch of such gas, and dispatch will be provided as requested by the Customer, in accordance with General Information Section 4.C. of this Schedule, provided, however, that acceptance of the Customer's application will be conditioned upon the availability of the Company's system capacity.

PRICE: (Per Month)

For firm retail customers who elect to replace their retail service with transportation service, the monthly price will be the Transportation Administration Charge, which through September 30, 2008, includes the first 3 Therms or less, per meter, for the Owego, Lockport, Elmira, Combined and Binghamton Areas plus the transportation price applicable for each area, and the first 500 Therms or less, per meter, for all other areas, plus the transportation price applicable for the other areas. A monthly Bill Issuance Charge will also apply. Effective October 1, 2008, the Transportation Administration Charge will be the first 500 Therms or less, per meter, for all areas.

A. For Customers Who Do Not Wish to Reserve Their "Sales Customer" Status:

Owego Area	Effective Date		
	01/01/07	10/01/07	10/01/08
Transportation Administration Charge First 3 Therms or less	\$199.30	\$199.30	\$199.30
Bill Issuance Charge	\$0.70	\$0.70	\$0.70
Usage Charge (per Therm)			
Next 497 Therms	\$0.0529	\$0.0265	\$0.0000
Next 14,500 Therms	\$0.1387	\$0.1408	\$0.1429
Over 15,000 Therms	\$0.1072	\$0.1136	\$0.1200

Goshen Area	Effective Date		
	01/01/07	10/01/07	10/01/08
Transportation Administration Charge First 500 Therms or less	\$199.30	\$199.30	\$199.30
Bill Issuance Charge	\$0.70	\$0.70	\$0.70
Usage Charge (per Therm)			
Next 14,500 Therms	\$0.1429	\$0.1429	\$0.1429
Over 15,000 Therms	\$0.1200	\$0.1200	\$0.1200

Issued in compliance with Order in Case No. 00-M-0504

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York