

PSC No: 88 GAS
New York State Electric Gas and Electric Corporation
Initial Effective Date: 01/01/08

Leaf No: 14
Revision No: 8
Superseding Revision No.: 7

GENERAL INFORMATION

5. NON-DAILY METERED GAS TRANSPORTATION REQUIREMENTS: (CONT'D)

E. Warranty of Title:

Customer's Marketer warrants that it will have good title to all natural gas delivered to the Company for transportation hereunder, and that such gas will be free and clear of all liens, encumbrances and claims whatsoever, and that it will indemnify the Company and save it harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses arising from or out of adverse claims of any and all persons to said gas.

F. Allowance for Losses:

In all Aggregation Pooling Areas, the Marketer/Aggregation Pool Operator/Customer shall provide the Company with a quantity of gas equal to 0.259% of the amount of Customer-owned gas received by the Company as an allowance for losses and Company use incurred in the process of delivery. This allowance is based on the Factor of Adjustment set forth in General Information Section 14 of PSC No. 90 Gas, or superseding issues thereof. The allowance shall be adjusted consistent with changes to the Factor of Adjustment.

G. Billing and Payment:

All bills are rendered at the "unit prices" stated in this Schedule, and that amount is due on bills paid on or before the "past due" date indicated on the bill.

(1) Marketers/Pool Operators/Direct Customers Billing and Payment:

- (a) Marketers/Pool Operators/Direct Customers will be billed in accordance with Section 24 of this Schedule.

(2) Customer Billing and Payment:

- (a) Eligible Customers may make a billing and payment processing election in accordance with Section 32 of this Schedule.
- (b) All other Customers will be billed in accordance with Section 8 of PSC No. 90 Gas, or superseding issues thereof.

Issued in Compliance with Commission Order dated 11/20/02 in Case No. 01-G-1668.

Issued By: James A. Lahtinen, Vice President-Rates & Regulatory Economics, Binghamton, NY