

PSC No: 88 - Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 04/01/08

Leaf No. 58
Revision: 5
Superseding Revision: 3

SERVICE CLASSIFICATION NO. 2

INTERRUPTIBLE TRANSPORTATION SERVICE

APPLICABLE TO THE USE OF SERVICE FOR:

Interruptible Transportation Service to existing sales service customers taking service under PSC No. 87 Gas, or superseding issues thereof, or new customers. Any customer taking service hereunder must qualify for service under Service Classification No. 3 - Interruptible Sales Service.

CHARACTER OF SERVICE:

Transportation of Customer-owned, pipeline quality, natural gas will be on an interruptible 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)

A Transportation Administration Charge, which includes the first 500 Therms of usage, and the price per Therm for usage in excess of five hundred (500) units will be determined monthly at the sole discretion of the Company. The Transportation Administration Charge will be \$99.30 plus the applicable price per Therm, multiplied by five hundred (500). A monthly Bill Issuance Charge of \$0.70 will also apply. The price per Therm, over the term of the Service Agreement, will be not less than \$.00100 plus the applicable revenue taxes and not more than the applicable Firm Transportation Rate for customers NOT reserving "sales customer" status, as set forth under Service Classification No. 1, adjusted by the applicable surcharges and taxes. The Transportation Administration Charge and the price per Therm for the following characteristics of service will be established each month and stated on the effective Interruptible Transportation Rate Statement applicable to the appropriate rate area: Usage, Load Factor; Geographic Location; Alternate Fuel/Access to Alternate Fuel; Tax Exemption Status; and Other Market Conditions as specified on Interruptible Rate Statement.

Issued in compliance with Order in Case No. 06-G-1386 dated 12/22/2006

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