

PSC NO. 88 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 10/1/03

Leaf: 87
Revision: 3
Superseding Revision: 2

SERVICE CLASSIFICATION NO. 9

DAILY METERED TRANSPORTATION MONTHLY BALANCING SERVICE

APPLICABLE TO THE USE OF SERVICE FOR:

Daily Metered Transportation Customers who have chosen monthly balancing and executed a Transportation Service Agreement pursuant to this Schedule, provided the Company has adequate facilities and capacity available for the requested Transportation Balancing Service without jeopardizing the Company's ability to meet the expected demand of its sales customers.

Each Customer, subject to this service classification, shall be included in a Pool. A Pool shall consist of at least one (1) customer and shall be managed by a Pool Operator.

For purposes of this section, a customer choosing to manage its supplies on an individual basis is its own Pool. Such customer shall also be deemed the Pool Operator.

Effective October 1, 2003, pursuant to the Company's August 8, 2003 Phase 2A Joint Proposal, as approved by the PSC in its September 23, 2003 order issued in Case 01-G-1668 ("Phase 2A Order"), the monthly balancing option will not be available to existing daily balanced Customers or new Customers. Effective January 1, 2004, pursuant to the Company's August 8, 2003 Phase 2A Joint Proposal, as approved by the PSC in its September 23, 2003 order issued in Case 01-G-1668, Daily Metered Transportation Monthly Balancing Service, pursuant to this service classification, will be discontinued.

CHARACTER OF SERVICE:

Balancing of pipeline-quality, natural gas deliveries will be from a receipt point within the Company's service territory to which this Schedule applies to a delivery point, as specified in the Transportation Service Agreement. Service hereunder provides for the following:

- A. Each customer shall have a summer and winter Maximum Daily Transportation Quantity (MDTQ) for the purposes of monthly balancing. The Winter MDTQ will apply from November through March, and the Summer MDTQ will apply from April through October. The sum of the individual customer MDTQs contained within a Pool for the applicable winter or summer period will be the Maximum Daily Pooling Quantity (MDPQ) for the Pool.
- B. Monthly imbalances shall be balanced in accordance with the terms set forth in General Information Section 4.I. of this Schedule.

Issued in compliance with order in Case 01-G-1668 dated September 23, 2003.

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