

**PSC NO. 88 Gas**  
**NEW YORK STATE ELECTRIC & GAS CORPORATION**  
Initial Effective Date: 10/01/03

Leaf: 9  
Revision: 4  
Superseding Revision: 3

## GENERAL INFORMATION

### 4. DAILY METERED TRANSPORTATION REQUIREMENTS: (CONT'D)

#### F. Balancing Receipts and Deliveries - General:

For purposes of balancing receipts and deliveries, each daily metered transportation customer shall elect to be either daily balanced or monthly balanced. The monthly balancing election shall be in accordance with Service Classification No. 9 of this Schedule.

Customers will elect their balancing designation as part of executing a Transportation Service Agreement. 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. Subsequently, effective January 1, 2004, pursuant to the Phase 2A Order, monthly balancing will be discontinued for existing monthly balanced Customers and all Customers will be daily balanced. Customers currently electing monthly balancing may elect daily balancing to be effective on the first day of any month prior to January 1, 2004.

Each customer, subject to this section, shall be included in a Pool. A Pool shall not contain both daily and monthly balancing customers. A customer choosing to manage supplies on its own behalf shall be its own Pool.

Pool Operators will act on behalf of pooled customers for balancing receipts and deliveries on the Company's distribution system. An individual customer acting on its own behalf shall be deemed a Pool Operator. Pool Operators shall be responsible for providing nominations and scheduling in accordance with General Information Section 4.C. of this Schedule. Pool Operators shall also be responsible for all imbalance charges (i.e. cash-outs, fees, penalties, etc.).

Pool Operators are required to execute a Gas Pooling Agreement as set forth in the Gas Transportation Operating Procedures Manual. Individual customers acting on their own behalf will not be required to execute a Gas Pooling Agreement.

Pool Operators may have one monthly balancing pool and one daily balancing pool in each Pooling Area. The make up of each Pool and Pooling Area shall be subject to the operational limitations of the Company's system.

Individual customers may switch from one Pool Operator to another Pool Operator in the specified Pooling Area at the conclusion of any month during the term of their Transportation Service Agreement. The Company must be notified in writing four (4) business days prior to the start of each month of all such Pool Operator changes. Customers balancing election shall not change as result of switching Pool Operators.

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

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