PSC No: 87 - Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: 10/01/04 Leaf No. 16 Revision: 5 Superseding Revision: 4

SERVICE CLASSIFICATION NO. 2 (CONT'D)

<u>GENERAL SERVICE</u> (CONT'D)

PRICE: (Per Month) (CONT'D)

- (1) <u>Gas Delivery Charges</u>: (Cont'd)
 - A. <u>Delivery Rates</u>: (Cont'd)

Binghamton Area	Effective Date						
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08		
Basic Service Charge							
First 2 Therms or less	\$17.60	\$18.20	\$18.80	\$19.40	\$20.00		
Usage Charge							
Next 1 Therm	\$0.1403	\$0.1052	\$0.0702	\$0.0351	\$0.0000		
Next 497 Therms	\$0.1983	\$0.2212	\$0.2442	\$0.2671	\$0.2900		
Next 14,500 Therms	\$0.1738	\$0.1721	\$0.1705	\$0.1688	\$0.1672		
Next 35,000 Therms	\$0.1643	\$0.1531	\$0.1420	\$0.1308	\$0.1197		
Over 50,000 Therms	\$0.1643	\$0.1531	\$0.1420	\$0.1308	\$0.1197		

Champlain Area	Effective Date					
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08	
Basic Service Charge						
First 3 Therms	\$17.60	\$18.20	\$18.80	\$19.40	\$20.00	
Usage Charge (per Therm)						
Next 222 Therms	\$0.3570	\$0.3402	\$0.3235	\$0.3067	\$0.2900	
Next 275 Therms	\$0.3265	\$0.3174	\$0.3082	\$0.2991	\$0.2900	
Next 14,500 Therms	\$0.2067	\$0.1968	\$0.1870	\$0.1771	\$0.1672	
Next 35,000 Therms	\$0.1972	\$0.1778	\$0.1585	\$0.1391	\$0.1197	
Over 50,000 Therms	\$0.1972	\$0.1778	\$0.1585	\$0.1391	\$0.1197	

Issued in compliance with Order in Case 01-G-1668 dated September 23, 2004

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