PSC No: 88 - Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: 10/01/04 Leaf No. 68.1 Revision: 0 Superseding Revision:

SERVICE CLASSIFICATION NO. 5 (CONT'D)

SMALL FIRM TRANSPORTATION SERVICE (CONT'D)

A. For Customers Who Do Not Wish to Reserve Their "Sales Customer" Status:

Lockport Area	Effective Date					
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08	
Transportation Administration Charge						
First 3 Therms or less	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	
Usage Charge (per Therm)						
Next 497 Therms	\$0.1058	\$0.0794	\$0.0529	\$0.0265	\$0.0000	
Next 14,500 Therms	\$0.1344	\$0.1365	\$0.1387	\$0.1408	\$0.1429	
Over 15,000 Therms	\$0.0944	\$0.1008	\$0.1072	\$0.1136	\$0.1200	

Elmira Area	Effective Date					
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08	
Transportation Administration Charge						
First 3 Therms or less	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	
Usage Charge (per Therm)						
Next 497 Therms	\$0.1058	\$0.0794	\$0.0529	\$0.0265	\$0.0000	
Next 14,500 Therms	\$0.1344	\$0.1365	\$0.1387	\$0.1408	\$0.1429	
Over 15,000 Therms	\$0.0944	\$0.1008	\$0.1072	\$0.1136	\$0.1200	

Combined Area	Effective Date				
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08
Transportation Administration Charge					
First 3 Therms or less	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
Usage Charge (per Therm)					
Next 497 Therms	\$0.1058	\$0.0794	\$0.0529	\$0.0265	\$0.0000
Next 14,500 Therms	\$0.1344	\$0.1365	\$0.1387	\$0.1408	\$0.1429
Over 15,000 Therms	\$0.0944	\$0.1008	\$0.1072	\$0.1136	\$0.1200

Binghamton Area	Effective Date				
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08
Transportation Administration Charge					
First 3 Therms or less	\$200.80	\$200.60	\$200.40	\$200.20	\$200.00
Usage Charge (per Therm)					
Next 497 Therms	\$0.1924	\$0.1443	\$0.0962	\$0.0481	\$0.0000
Next 14,500 Therms	\$0.2210	\$0.2015	\$0.1819	\$0.1624	\$0.1429
Over 15,000 Therms	\$0.1494	\$0.1421	\$0.1347	\$0.1274	\$0.1200

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