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PSC NO. 88 Gas

NEW YORK STATE ELECTRIC & GAS CORPORATION

Initial Effective Date: 11/03/04

Leaf: 128

Revision: 0

Superseding Revision:

SERVICE CLASSIFICATION NO. 19 (CONT'D)

RESIDENTIAL DISTRIBUTED GENERATION FIRM AGGREGATION TRANSPORTATION SERVICE (CONT'D)

TERMS OF PAYMENT:

Billing and payment for service provided under this service classification shall be in accordance with General Information Section 5.G. of this Schedule.

GENERAL TERMS AND CONDITIONS OF SERVICE:

The term that a customer may be on this service classification is one (1) year with one-year renewals thereafter. Renewals will only be provided if the customer maintains at least a 50% load factor unless there are mitigating circumstances as determined by the Company. The Company shall review the customer usage annually beginning with the anniversary of the operation of the customer's DG unit and advise the customer if the load factor falls below 50%. The load factor will be calculated using the customer's actual annual usage for the preceding twelve month period and an estimate of customer's peak day usage based on the DG unit and appliances in service. If the load factor falls below 50%, the customer will be removed from this rate for a period of 12 months, after which time they may reapply, provided they have achieved a 50% load factor over the 12-month period while not receiving service pursuant to this service classification.

SPECIAL PROVISIONS:

- A. The quantity to be billed under this service classification will be the actual or estimated metered quantity.
- B. Metering and Balancing Provisions for Non-Daily Metered Customers The Company shall direct non-daily metered Aggregation Pool Operators to deliver the quantity of gas necessary to meet the daily requirements of each Aggregation Pool pursuant to Section 5.C. of this Schedule. Balancing of receipts and deliveries will be pursuant to Section 5.D. of this Schedule.

Issued in compliance with Commission order in Case 02-M-0515 dated 8/04/04.

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