

PSC NO: 88 GAS
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: March 1, 2004

Leaf No. 40
Revision: 2
Superseding Revision: 1

GENERAL INFORMATION

18. DOMINION CITYGATE SWING CUSTOMER BALANCING SERVICE NON-DAILY METERED TRANSPORTATION REQUIREMENTS (Cont'd)

D. Balancing of Receipts and Deliveries: (Cont'd)

(1) Reconciliation of Volumes (Cont'd):

Twice a year, the estimated total usage for each customer, based upon the weather that actually occurred during the period, will be reconciled to the actual consumption for the period. This reconciliation will occur twice each year, for the periods described in (a) and (b) below, for each customer, and will be based on a Customer's actual scheduled meter read in October/November and April/May, or as otherwise performed pursuant to Section 8.J. of PSC No. 90 Gas, or superseding issues thereof. Aggregation Pool Operators, within a single Pooling Area, will be able to trade any imbalances prior to cashout.

For the reconciliation, the Company will compare the amount of estimated total usage for each Aggregation Pool for the period, based upon the weather that actually occurred during the period, and the actual consumption for the period.

- (a) For underdeliveries (i.e., negative Imbalances), the Company shall charge the Customer's Aggregation Pool Operator as follows:

October/November Reconciliation - The product of the average of the end of month cash-out prices, as calculated in Section 4.H.(2), for the Months of April through September, per therm, and the reconciliation volume.

April/May Reconciliation - The product of the average of the end of month cash-out prices, as calculated in Section 4.H.(2), for the Months of October through March, per therm, and the reconciliation volume.

- (b) For overdeliveries (i.e., positive Imbalances), the Company shall pay the Customer's Aggregation Pool Operator as follows:

October/November Reconciliation - The product of the average of the end of month cash-out prices, as calculated in Section 4.H.(2), for the Months of April through September, per therm, and the reconciliation volume.

April/May Reconciliation - The product of the average of the end of month cash-out prices, as calculated in Section 4.H.(2), for the Months of October through March, per therm, and the reconciliation volume.

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

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