..DID: 1306 ..TXT: PSC NO: 89 GAS LEAF: 91 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 11/07/97 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 91 Effective 04/13/1998 RECEIVED: 08/20/97 STATUS: Cancelled EFFECTIVE: 11/07/97

SERVICE CLASSIFICATION NO. 1 (CONT'D)

ALL PURPOSES (CONT'D)

SPECIAL PROVISIONS: (CONT'D)

Balanced Billing Plan: (Cont'd)

The last payment under this plan will end with the July payments. Payments due in August will be for the difference between the amount applicable to actual gas consumed during the twelve-month period and the amount actually paid during the eleven (11) months of September through July of each year.

If during the billing months of April through July, the Customer's account balance is less than the monthly balanced billing, then such customer shall pay the account balance instead of the monthly balanced billings.

The monthly balanced billing, which shall be based on the estimated annual bill of the Customer, shall not be construed by the Customer as a guaranty or assurance that the total actual charges will not exceed such estimate. The Company may, at any time, submit a revised estimate to the Customer whenever, in the Company's judgment, such revision is deemed advisable.

The billing, under this plan, is for the convenience of the Customer. Bills will be rendered at the regular billing dates and will show the amount plan customers are to pay. The bill will also show the actual gas used and the amount calculated at the applicable price contained in the Company's tariff. In addition, such bills will show the balance of the Customer's account.

If the Customer's account is in arrears, this plan may be cancelled by the Company and the Customer billed in accordance with the applicable Rate Schedule. In the event of such cancellation, the account balance shall then become due. In the event a customer discontinues service and has a credit balance, such balance shall be refunded.