

..DID: 6662
 ..TXT: PSC NO: 87 GAS LEAF: 35
 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 2
 INITIAL EFFECTIVE DATE: 12/10/98 SUPERSEDING REVISION: 1
 STAMPS: Issued in compliance with commission order in Case 98-G-0845 dated 12/
 Cancelled by 3 Rev. Leaf No. 35 Effective 04/01/1999
 RECEIVED: 12/10/98 STATUS: Cancelled EFFECTIVE: 12/10/98

SERVICE CLASSIFICATION NO. 5 (CONT'D)

SEASONAL GAS COOLING SERVICE (CONT'D)

PRICE: (Per Month, May through September) (CONT'D)

Customers will be able to select from either the Index Price Option or Fixed Price Option as described below:

Index Price Option - Under this option, prices will be adjusted monthly for average changes in published commodity price indices when such changes from the base index of \$0.148 per Therm of gas occur. The Index Price adjustment shall be filed one (1) business day following the publish date of the indices, and shall be effective two (2) business days following the filing date. Any customer who does not select a Fixed Price Option will be automatically included in the Index Price Option.

Fixed Price Option - Under this option, sales prices will be fixed at a price related to the duration of the term. The term related price will be based on the difference between the New York Mercantile Exchange Futures closing price on the fifteenth (15th) business day of the month prior to the effective date and the NYMEX base of \$0.155 per Therm. Customer elections of this option must be made no later than 12:00 PM on the fifteenth (15th) business day of the month prior to the effective date. The Fixed Price adjustment shall be effective on the first calendar day of each month, and shall be filed three (3) business days prior to the effective date. Customers electing the FPO are not permitted to change to the IPO or another service classification until expiration of their selected FPO term.

If the PSC orders the termination of the FPO provisions in a generic proceeding, the Company will immediately cease offering any new FPOs and all existing FPOs will terminate no later than one (1) year thereafter, regardless of the term of the FPO.

MINIMUM CHARGE:

The Minimum Charge is the charge for the first 3 therms or less, per meter.

INCREASE IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:

The prices and charges under this service classification, including the Minimum Charge, will be increased by a surcharge pursuant to General Information Section 3 of this Schedule to reflect the tax rates applicable within the municipality where the Customer takes service.

Issued By: George E. Bonner, Vice President - Gas Operations & Marketing, Binghamton, NY

(Name of Officer, Title, Address)