..DID: 1218 ..TXT: PSC NO: 89 GAS LEAF: 87 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 11/07/97 SUPERSEDING REVISION: STAMPS: CANCELLED by Supplement 1 effective 01/01/00 RECEIVED: 08/20/97 STATUS: Cancelled EFFECTIVE: 11/07/97

GENERAL INFORMATION

39. ECONOMIC DEVELOPMENT ZONE (EDZ) PRICES RIDER:

A. Applicable to Use of Service For:

Applicable to Service Classification Nos. 1 and 2.

B. Character of Service:

Available to any non-residential or non-governmental new customer served under Service Classification Nos. 1 or 2 whose load will exceed 1,200 Dth annually or to an existing non-residential or nongovernmental customer who will increase his existing load by 1,200 Dth annually, if the customer can provide satisfactory proof that the customer has been certified as eligible to receive an EDZ price by a municipality or its designated planning agency or municipal redevelopment authority pursuant to Article 18-B of the General Municipal Law.

C. Terms:

To become effective on the first day of the next billing cycle following qualifications and acceptance by the Company and to continue while qualifications continue.

D. Prices:

The applicable monthly prices under Service Classification Nos. 1 and 2 shall be reduced by fifty percent (50%) of the markup, which is the difference between the cost of gas included in the base prices (\$0.296511 per Therm) and the tailblock price of each applicable service classification as stated in this Schedule. The applicable price will be applied to the total load delivered to the eligible new customer, but will be applied only to those quantities taken in excess of the existing load of a current customer. Minimum bill requirements under each service classification and all other provisions in this Schedule shall still apply.