

..DID: 385
..TXT: PSC NO: 87 GAS LEAF: 23
COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0
INITIAL EFFECTIVE DATE: 03/07/97 SUPERSEDING REVISION:
STAMPS:
Cancelled by 1 Rev. Leaf No. 23 Effective 10/01/2000
RECEIVED: 12/18/96 STATUS: Cancelled EFFECTIVE: 03/07/97

SERVICE CLASSIFICATION NO. 3 (CONT'D)

INTERRUPTIBLE SALES SERVICE (CONT'D)

PRICE: (Per Month) (CONT'D)

The Company will determine the applicable price for each customer receiving service under this service classification. Such prices will NOT be less than the current market price of gas to be sold to these customers based on information received during the bid period for the following month plus \$.001 per Therm (minimum price). For each customer, the average maximum price over the term of the Service Agreement will be less than or equal to what the Customer would have paid under the applicable alternate firm sales price. The price may be outside the monthly maximum or minimum in any given month so long as the average price over the term of the Service Agreement is within the average maximum or minimum.

Within each of the preceding service characteristics, the Customer shall contract for either a Monthly or Fixed Price, as described below:

Monthly Price:

This price will be applicable to customers who contract for Interruptible Sales Service, at monthly prices, as specified on the Interruptible Rate Statement.

Fixed Price:

The Customer may contract for a Fixed Price for a period of up to five (5) years. Such price shall be stated on the Interruptible Rate Statement, and may be adjusted monthly for changes in the cost of gas, applicable taxes and other surcharges as may be provided by the Service Agreement, as directed by the PSC or other governing authority, or prices may be fixed with no provisions for adjustment. During the term of the Service Agreement, the Customer may not take service under the Monthly Price except at the sole discretion of the Company.

NOTIFICATION OF PRICE:

The Interruptible Rate Statement will be filed with the PSC no later than three (3) days before the effective date.

Issued By: Michael I. German, Senior Vice President, Binghamton, New York
(Name of Officer, Title, Address)