

**PSC NO: 88 GAS**  
**NEW YORK STATE ELECTRIC & GAS CORPORATION**  
**EFFECTIVE DATE: 01/01/2007**

STATEMENT TYPE: R&D  
STATEMENT NO: 2

STATEMENT OF RESEARCH AND DEVELOPMENT ADJUSTMENT  
(per Dth)

January 01, 2007

| <u>Rate Area</u> | Adjustment Applicable to<br>SC 1, 5, 13, 14 and 16 |
|------------------|--|
| Owego            | \$0.0015   |
| Goshen           | \$0.0015   |
| Lockport         | \$0.0015   |
| Elmira           | \$0.0015   |
| Combined         | \$0.0015   |
| Binghamton       | \$0.0015   |
| Champlain        | \$0.0015   |

Issued By: James A. Lahtinen, Vice President-Rates & Regulatory Economics, Binghamton, New York  
(Name of Officer, Title, Address)