PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: November 1, 2010 Statement Type: IGSC Statement No. 39 page 1 of 2

New York State Electric & Gas Corporation Gas Supply Areas 1 & 3 Combined, Elmira, Goshen, Champlain & Lockport Rate Areas Statement of Incremental Gas Supply Charge Effective: November 1, 2010

Applicable to Service Classification No. 2 of PSC No. 87 Gas

Calculated on October 28, 2010, using supplier rates forecasted to be in effect on November 1, 2010 (per Therm)

Description	<u>SC No. 2</u>
Firm Average Demand COG	\$0.168098
Load Factor Adjustment (LFA)	0.9841
Adjusted Firm Average Demand COG	\$0.165425
Firm Average Commodity COG	\$0.458330
Firm Average COG w/ LFA	\$0.623755
Incremental Gas Supply COG	\$0.779694
Factor of Adjustment (FA)	1.00110
Total Average Incremental COG	\$0.780551
Supplier Refund Adjustment	(\$0.003270)
Interim Reconciliation Adjustment	\$0.000000
Annual Reconciliation Adjustment	(\$0.023600)
Other Adjustments	\$0.000000
Other Adjustments Incremental GSC without MFC	\$0.000000 \$0.753681

Description	<u>SC No. 2</u>
Merchant Function Charge	\$0.023572

Dated: October 28, 2010

Issued By: James A. Lahtinen, Vice President-Rates & Regulatory Economics, Binghamton, New York

Statement Type: IGSC Statement No. 39 page 2 of 2

New York State Electric & Gas Corporation Gas Supply Area 2 Binghamton & Owego Rate Areas Statement of Incremental Gas Supply Charge Effective: November 1, 2010

Applicable to Service Classifications No. 2, 9 of PSC No. 87 Gas

Calculated on October 28, 2010, using supplier rates forecasted to be in effect on November 1, 2010 (per Therm)

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.084660	\$0.084660
Load Factor Adjustment (LFA)	0.9855	0.9020
Adjusted Firm Average Demand COG	\$0.083432	\$0.076363
Firm Average Commodity COG	\$0.456100	\$0.456100
Firm Average COG w/ LFA	\$0.539532	\$0.532463
Incremental Gas Supply COG	\$0.674415	\$0.665579
Factor of Adjustment (FA)	1.00110	1.00110
Total Average Incremental COG	\$0.675157	\$0.666311
Supplier Refund Adjustment	(\$0.000765)	(\$0.000765)
Interim Reconciliation Adjustment	\$0.00000	\$0.000000
Annual Reconciliation Adjustment	\$0.008700	\$0.008700
Other Adjustments	\$0.000000	\$0.000000
Incremental GSC without MFC	\$0.683091	\$0.674245

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.023433	\$0.023433

Dated: October 28, 2010

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