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PSC No. 2 – Gas

N.E.A. Cross of N.Y., Inc.

Initial Effective Date: 9/1/2009

Issued in compliance with Commission Order effective June 19, 2009 in Case 09-M-0311

Leaf No. 64

Revision: 1

Superseding Revision: 0

- 24. Adjustment of Rates in Accordance with the Public Service Commission General Assessment and the Temporary State Energy and Utility Service Conservation Assessment (Temporary State Assessment):
 - A. The rates for gas service under Service Classifications 1 and 2 shall be subject each month to the addition of a Public Service Commission General Assessment surcharge.
 - B. The Public Service Commission (PSC) General Assessment surcharge is required to pay the PSC assessment on all gas utilities, which is 0.247% of total revenue minus \$25,000.
 - C. The Public Service Commission General Assessment surcharge shall be recalculated each fiscal year by the Company, with the revised surcharge becoming effective one month after the end of the fiscal year.
 - D. The Public Service Commission General Assessment surcharge will be calculated as follows:
 - i. The Company will forecast total revenue and total gas sales in Mcf for the next fiscal year. Using these forecasts, the surcharge will be calculated using the formula in 24.B.
 - ii. A true-up for the preceding fiscal year period will be calculated by comparing the PSC surcharge collected for that year with the final calculation of the assessment in 24.D.i. Any under recovery will be added to the assessment calculated in to be paid. Any over recovery shall be subtracted from the assessment calculated 24.D.i.
 - iii. The final projected number from adding or subtracting the true-up obtained from 24.D.ii to the assessment calculated in 24.D.i shall be divided by the forecast total gas sales in Mcf From 24.A. The surcharge thus derived shall be calculated to six significant figures on a per Mcf basis.
 - E. The rates and charges under Service Classifications Nos. 1 and 2 shall be increased by a surcharge to recover the Temporary State Assessment imposed pursuant to Chapter 59 of the Laws of 2009, Public Service Law Section 18-a(6). The surcharge will be determined according to Commission "Order Implementing State Assessment" issued June 19, 2009 in Case 09-M-0311.
 - F. The Public Service Commission General Assessment surcharge and the Temporary State Assessment surcharge will be set forth on the company's Assessment Surcharge Statement.

Issued by: Vincent Cross, President, 8923 Wattsburg Road, Erie, PA 16509