

PSC NO. 90 GAS
NEW YORK STATE ELECTRIC & GAS CORPORATION
INITIAL EFFECTIVE DATE: 11/01/07

LEAF: 91
REVISION: 6
SUPERSEDING REVISION: 5

GENERAL INFORMATION

15. INCREMENTAL GAS SUPPLY CHARGE (IGSC): (CONT'D)

B. Monthly IGSC Calculation

- (1) Each month the IGSC will be the higher of:
 - a. The GSC multiplied by 110% during the months of April through October (or 125% during the months of November through March); or
 - b. The GSC plus any incremental costs incurred by the Company to serve the returning customers, including, but not limited to: pipeline and storage capacity, commodity and variable costs and fuel.
- (2) If the Company must sign a new pipeline capacity contract to serve such IGSC customer(s), the customer(s) will be responsible for paying for the capacity for the term of such contract. If an IGSC customer returns to transportation service pursuant to PSC No. 88 – Gas prior to the end of the contract for capacity, and the Company determines the capacity is not needed for system supply, the capacity will be released to the customer's ESCO for the remaining term of the ESCO's contract. If the customer's ESCO does not take release of the capacity then the customer is obligated to pay the Company the pipeline capacity costs for the remaining term of the contract and any other costs the Company incurred on their behalf.

C. Annual Reconciliation

The IGSC will be reconciled annually and included in the annual reconciliation of gas costs as described in Section 14.F.

D. Monthly IGSC Statement

- (1) The monthly IGSC statements will be filed not less than three (3) days prior to the date on which it is proposed to be effective.
- (2) A new IGSC statement may be filed on one (1) day's notice to become effective not more than five (5) days after the effective date of the initial statement if the replacement of cost estimates in the initial statement with actual costs results in a change in the average cost of gas of more than five percent (5%).
- (3) Each IGSC statement will contain:
 - (a) An identification of the applicable schedule, rate area and service classifications;
 - (b) The effective period of the IGSC. The IGSC will be effective on the date provided on each statement and will remain in effect until changed by the filing of a subsequent statement;
 - (c) The date at which, and the period for which, the IGSC was determined;
 - (d) The cost on a per Therm basis, before adjustments;

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