

PSC NO. 90 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 11/1/03

Leaf: 102
Revision: 2
Superseding Revision: 1

GENERAL INFORMATION

17. WEATHER NORMALIZATION ADJUSTMENT (WNA): (CONT'D)

B. Calculation of the WNA: (Cont'd)

(2) Where, (Cont'd)

- (l) "WNA_n" is the weather normalization adjustment for the applicable rate block and is expressed in dollars.
- (m) "R_n" is the applicable block rate and is expressed in dollars per Therm.
- (n) "WNA_{total}" is the customer's weather normalization adjustment and is expressed in dollars.

18. RESEARCH AND DEVELOPMENT (R&D) ADJUSTMENT:

- A. Consistent with the PSC's order in Case 99-G-1369, the Company will implement a Research and Development (R&D) Adjustment to provide funding for R&D programs.
- B. The R&D Adjustment will be applicable to:
 - (1) Service Classification Nos. 1, 4, 5, 13, 14 and 16 of PSC No. 88 Gas, or superseding issues thereof, and
 - (2) Service Classification Nos. 1, 2, 5, 8, 9 and 10 of PSC No. 87 Gas, or superseding issues thereof.
- C. R&D funding obtained through application of the R&D Adjustment may equal, but not exceed, \$650,000 per calendar year.

19. PIPELINE SUPPLIER ADJUSTMENTS:

A. Pipeline Supplier Adjustments (PSA):

(1) Take-Or-Pay (TOP) Surcharge:

The Pipeline Supplier Adjustment (PSA) Statement applicable to Service Classification Nos. 1, 4, 5, 13, 14 and 16 of PSC No. 88 Gas, or superseding issues thereof, shall reflect a surcharge as stated below:

Issued in compliance with order in Case 02-M-0515 dated 04/24/03.

Issued by: James A. Lahtinen, Vice President - Rates & Regulatory Economics, Binghamton, NY