

PSC NO. 90 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 10/01/04

Leaf : 102
Revision: 3
Superseding Revision: 2

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, 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.
- D. A statement reflecting the R&D Adjustment will be filed with the PSC no later than three (3) days before the effective date. Such statements shall be readily accessible to the public.

Issued in compliance with Order in Case 01-G-1668 dated September 23, 2004

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