Received: 11/02/2004 Status: CANCELLED Effective Date: 11/03/2004

PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION

NEW YORK STATE ELECTRIC & GAS CORPORATIONInitial Effective Date: 11/03/04

Revision: 0

Superseding Revision:

SERVICE CLASSIFICATION NO. 11 (Cont'd)

RESIDENTIAL DISTRIBUTED GENERATION FIRM SALES SERVICE (Cont'd)

PRICE: (Per Month) (CONT'D)

Unit

Leaf: 56

(1) Gas Delivery Charges:

Price

A. <u>Delivery Rates</u>: (Cont'd)

Usage Charge for all Areas:

Over 3 Therms \$0.1016 per Therm

B. Weather Normalization Adjustment (WNA):

Customers in all areas will also be charged the applicable Weather Normalization Adjustment (WNA) pursuant to General Information Section 17 of PSC No. 90 Gas, or superseding issues thereof, for all Therm use.

C. <u>Transition Surcharge (TS)</u>:

Customers in all areas will also be charged the applicable Transition Surcharge (TS) pursuant to General Information Section 16 of PSC No. 90 Gas, or superseding issues thereof, for all Therm use.

1. Bill Mitigation Plan:

The TS will reflect the Bill Mitigation Plan credits/charges pursuant to General Information Section 15 of PSC No. 90 Gas, or superseding issues thereof.

(2) Gas Supply Charges:

A. Gas Supply Charge (GSC):

Customers in all areas will also be charged the applicable Gas Supply Charge (GSC) pursuant to General Information Section 14 of PSC No. 90 Gas, or superseding issues thereof, for all Therm use.

B. Merchant Function Charge (MFC):

Customers in all areas will also be charged the applicable Merchant Function Charge (MFC) pursuant to General Information Section 14 of PSC No. 90 Gas, or superseding issues thereof, for all Therm use.

Issued in compliance with Commission order in Case 02-M-0515 dated 8/04/04.

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