

..DID: 20986
 ..TXT: PSC NO: 90 GAS LEAF: 105
 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0
 INITIAL EFFECTIVE DATE: 12/01/02 SUPERSEDING REVISION:
 STAMPS: Issued in compliance with Commission order in Case 01-G-1668 dated 11/
 RECEIVED: 11/26/02 STATUS: Effective EFFECTIVE: 12/01/02

GENERAL INFORMATION

19. PIPELINE SUPPLIER ADJUSTMENTS: (CONT'D)

A. Pipeline supplier Adjustment (PSA): (Cont'd)

(3) Transition Cost Surcharge (TCS): (Cont'd)

- (d) Customers who migrate from firm sales to transportation service after March 28, 1996, and transportation customers that reserve sales status shall pay the same transition cost surcharge as a sales customer. Customers subject to this condition who demonstrate to the Company's satisfaction that they pay transition costs directly to a pipeline, will receive a credit from their transition cost surcharge for that portion of the transition costs not to exceed what they would have paid the Company otherwise.

(4) Research and Development (R&D) Adjustment:

Customers in all areas receiving service pursuant to Service Classification Nos. 1, 4, 5, 13 and 14 of PSC No. 88 Gas, or superseding issues thereof will also be charged the applicable Research and Development (R&D) Adjustment pursuant to General Information Section 18 of this Schedule, for all Therm use.

20. INTEREST ON CUSTOMER OVERPAYMENTS:

The Company will provide interest on customer overpayments in accordance with 16 NYCRR Part 277.

A customer overpayment is defined as payment by the Customer to the Company in excess of the correct charge for gas service supplied to the Customer which was caused by erroneous billing by the Company.

The rate of interest on customer overpayments shall be the greater of the unadjusted customer deposit rate or the applicable late payment rate, if any, for the service classification under which the Customer was billed. Interest shall be paid from the date when the Customer overpayment was made, adjusted for any changes in the deposit or late payment rate, compounded monthly, until the date when the overpayment was refunded.

The Company will be required to pay interest, in the manner described above, on any refund returned to a customer on or after August 24, 1992, except where customer overpayments are refunded within thirty (30) days of receipt by the Company.

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

(Name of Officer, Title, Address)