Received: 12/23/2008 Status: CANCELLED Effective Date: 01/01/2009

PSC NO. 87 – Gas Statement Type: SBC New York State Electric & Gas Corporation Statement Number: 02

Initial Effective Date: January 1, 2009

System Benefits Charge Statement

Pursuant to System Benefits Charge (SBC), General Information Section 20 of Schedule PSC No. 90 - Gas, the following SBC is applicable to all Therms delivered under the service classifications listed below.

Applicable to all Gas Supply Areas

Charge per Therm

Service Classification Nos. 1 and 11

\$0.0043

Issued in compliance with order in case 07-M-0548 dated June 23, 2008

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