

**PSC NO. 87 Gas**  
**NEW YORK STATE ELECTRIC & GAS CORPORATION**  
 Initial Effective Date: October 1, 2010

Statement Type: IGSC  
 Statement No. 38  
 page 1 of 2

New York State Electric & Gas Corporation  
 Gas Supply Areas 1 & 3  
 Combined, Elmira, Goshen, Champlain & Lockport Rate Areas  
 Statement of Incremental Gas Supply Charge  
 Effective: October 1, 2010

Applicable to Service Classification No. 2 of PSC No. 87 Gas

Calculated on September 28, 2010, using supplier rates forecasted to be in effect on October 1, 2010  
 (per Therm)

<u>Description</u>	<u>SC No. 2</u>
Firm Average Demand COG	\$0.176165
Load Factor Adjustment (LFA)	0.9841
Adjusted Firm Average Demand COG	\$0.173363
Firm Average Commodity COG	\$0.417775
Firm Average COG w/ LFA	\$0.591138
Incremental Gas Supply COG	\$0.650252
Factor of Adjustment (FA)	1.00110
	<hr/>
Total Average Incremental COG	\$0.650967
Supplier Refund Adjustment	(\$0.003270)
Interim Reconciliation Adjustment	\$0.000000
Annual Reconciliation Adjustment	(\$0.023600)
Other Adjustments	\$0.000000
	<hr/>
Incremental GSC without MFC	\$0.624097
	<hr/>

<u>Description</u>	<u>SC No. 2</u>
Merchant Function Charge	\$0.023590

Dated: September 28, 2010

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

Statement Type: IGSC  
Statement No. 38  
page 2 of 2New York State Electric & Gas Corporation  
Gas Supply Area 2  
Binghamton & Owego Rate Areas  
Statement of Incremental Gas Supply Charge  
Effective: October 1, 2010

Applicable to Service Classifications No. 2, 9 of PSC No. 87 Gas

Calculated on September 28, 2010, using supplier rates forecasted to be in effect on October 1, 2010  
(per Therm)

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.084330	\$0.084330
Load Factor Adjustment (LFA)	0.9855	0.9020
Adjusted Firm Average Demand COG	\$0.083107	\$0.076065
Firm Average Commodity COG	\$0.441180	\$0.441180
Firm Average COG w/ LFA	\$0.524287	\$0.517245
Incremental Gas Supply COG	\$0.576716	\$0.568970
Factor of Adjustment (FA)	1.00110	1.00110
Total Average Incremental COG	\$0.577350	\$0.569595
Supplier Refund Adjustment	(\$0.000765)	(\$0.000765)
Interim Reconciliation Adjustment	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	\$0.008700	\$0.008700
Other Adjustments	\$0.000000	\$0.000000
Incremental GSC without MFC	\$0.585285	\$0.577530
<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.023509	\$0.023509

Dated: September 28, 2010

Issued By: James A. Lahtinen, Vice President-Rates &amp; Regulatory Economics, Binghamton, New York