Received: 10/08/2009 Status: CANCELLED Effective Date: 01/01/2010

PSC No: 88 - Gas Leaf No. 53.1 NEW YORK STATE ELECTRIC & GAS CORPORATION Revision: 13 Initial Effective Date: 01/01/10 Superseding Revision: 11

SERVICE CLASSIFICATION NO. 1 (CONT'D)

FIRM TRANSPORTATION SERVICE (CONT'D)

PRICE: (Per Month) (CONT'D)

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

The charges set forth herein will be subject to a R&D Adjustment per Therm of gas delivered as explained in Section 18 of PSC No. 90 Gas, or superseding issues thereof.

E. Transition Surcharge (TS):

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.

F. 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.

G. Surcharge to Collect Temporary State Assessment:

Customers in all areas will also be charged the Temporary State Assessment per Therm of gas delivered as explained in Section 21 of PSC No. 90 Gas, or superseding issues thereof.

MINIMUM CHARGE:

Shall be the Transportation Administration Charge.

Issued in compliance with Order in Case 09-M-0311 dated June 19, 2009.

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York