Received: 01/18/2010 Status: CANCELLED Effective Date: 03/01/2010

PSC NO. 87 Gas

NEW YORK STATE ELECTRIC & GAS CORPORATION

Leaf No: 53

Revision: 12

SERVICE CLASSIFICATION NO. 10 (CONT'D)

Superseding Revision: 11

NON-RESIDENTIAL DISTRIBUTED GENERATION FIRM SALES SERVICE (CONT'D)

PRICE (per month): (CONT'D)

Initial Effective Date: 03/01/10

(1) Gas Delivery Charges: (Cont'd)

C. 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.

D. 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.

E. System Benefits Charge (SBC):

Customers in all areas will also be charged the System Benefits Charge (SBC) pursuant to General Information Section 20 of PSC No. 90 Gas, or superseding issues thereof, for all Therm use.

F. 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.

(2) Gas Supply Charges:

A. Gas Supply Charge (GSC) or Incremental Gas Supply Charge (IGSC):

Customers in all areas will also be charged the applicable Gas Supply Charge (GSC) or Incremental Gas Supply Charge (IGSC) pursuant to General Information Sections 14 and 15 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.

MINIMUM CHARGE (per month):

For all areas, the Minimum Charge is the Basic Service Charge, per meter. Additionally, for a large DG customer, the Minimum Charge will also include the Demand Charge per therm of Maximum Daily Demand Quantity (MDQ), excluding the portion included in the Basic Service Charge. The MDQ will be determined in the same manner as the Maximum Daily Transportation Quantity (MDTQ) for a transportation customer taking service pursuant to PSC No. 88 Gas. The Minimum Charge will appear on the Customer's bill whether or not any gas was used during the billing period.

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