Received: 09/24/2010 Status: CANCELLED

Effective Date: 09/26/2010

PSC No: 90 - Gas Leaf No. 90.5 NEW YORK STATE ELECTRIC & GAS CORPORATION Revision: 5 Initial Effective Date: 09/26/10 Superseding Revision: 3

Issued in compliance with Order in Case 09-G-0716 dated 09/21/10

GENERAL INFORMATION

14. GAS SUPPLY CHARGE (GSC): (CONT'D)

- C. The Total Average Cost of Gas is: (Cont'd)
 - Gas Cost Savings Adjustments: (Cont'd)
 - (b) Gas Cost Incentive Mechanism: (Cont'd)
 - (iii) The GCIM Adjustment is a credit that is calculated by dividing the customer share of the savings determined in (i), (ii) and (iii) by the forecasted weather normalized quantities of gas to be taken for delivery to the Company's firm sales customers during the twelve (12) calendar months ending the following August 31.

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