

PSC NO. 90 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 09/26/10
Issued in compliance with Order in Case No. 09-G-0716 dated 09/21/10

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GENERAL INFORMATION

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

C. The Total Average Cost of Gas is: (Cont'd)

(4) Load Factor Adjustment (LFA):

- (a) A LFA will be applicable to each service classification of each GSA.
- (b) At a minimum, the LFAs will be updated by the Company annually such that the weighted average LFA for each GSA shall total one (1). The weighted average LFA is calculated by multiplying the LFA of each service classification by the ratio of sales for each service classification to total sales.

(5) Factor of Adjustment (FA):

- (a) The FA reflects lost and unaccounted for quantities and company use. The FA is 1.0011 for all RAs.
- (b) The FA will be reset on January 1 based on an average of the actual lost and unaccounted volumes for the immediately preceding three (3) twelve-month periods ending August 31, except that any negative losses should be replaced with a zero when calculating the average.
- (c) The FA factor will not be reset if the average result from those periods is within plus or minus five percent (5%) of the FA factor then in effect.

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