

PSC No: 90 - Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 10/01/04

Leaf No. 90.5.1
Revision: 1
Superseding Revision: 0

GENERAL INFORMATION

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

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

(3) Gas Cost Savings Adjustments: (Cont'd)

(d) GCIM 2 - Energy East LDCs Activities: (Cont'd)

- (iv) The Customers' share of GCIM 2 savings, with the exception of the \$500,000/rate year allocated to the affordable energy program during the period October 1, 2002 through December 31, 2008, will be used to recover Deferred Gas Costs pursuant to the Company's September 12, 2002 Joint Proposal, as approved by the PSC in its November 20, 2002 order issued in Cases 01-G-1668 and 01-G-1683.
- (v) The GCIM 2 Adjustment is a credit that is calculated by dividing the customer share of the savings determined in (i) and (ii) 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 in compliance with Order in Case 01-G-1668 dated September 23, 2004

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