Received: 11/02/2004 Status: CANCELLED Effective Date: 11/03/2004

PSC NO. 90 Gas

NEW YORK STATE ELECTRIC & GAS CORPORATION

Initial Effective Date: 11/03/04

Leaf: 95

Revision: 6

Superseding Revision: 5

GENERAL INFORMATION

15. BILL MITIGATION PLAN: (CONT'D)

- E. Bill Format: (Cont'd)
 - (3) In the event the application of the Mitigation Rate to any SC-13T customer's bill results in a negative total NYSEG gas bill, the Mitigation Rate (and associated Mitigation Deferral) will be adjusted to result in a zero amount due on the bill.
 - (4) Beginning the first month after completion of the phase-in, a surcharge equal to the Mitigation Adjustment will be applied to the TS line item of SC-01S, SC11S, SC-13T, and SC-19Tcustomers' bills.
 - (5) The applicable therms for this option are those associated with SC-01S, SC-11S, SC-13T and SC-19T

16. TRANSITION SURCHARGE (TS):

Except as noted below, the TS is applicable to the following:

- Residential Service
- General Service
- Seasonal Gas Cooling Service
- Firm Sales To Large General Service
- Industrial Manufacturing and Processing
- Non-Residential Distributed Generation Firm Sales Service
- Residential Distributed Generation Firm Sales Service
- Firm Transportation Service
- Large Firm Transportation Service
- Small Firm Transportation Service
- Residential Firm Aggregation Transportation Service
- Non-Residential Firm Aggregation Transportation Service
- Non-Residential Distributed Generation Firm Transportation Service
- Residential Distributed Generation Firm Aggregation Transportation Service

A statement of the Transition Surcharge (TS) will be filed with the PSC no later than three (3) days before its effective date.

Issued in compliance with commission order in Case 02-M-0515 dated 08/04/04.

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