

**PSC NO: 121 ELECTRICITY**  
**NEW YORK STATE ELECTRIC & GAS CORPORATION**  
Initial Effective Date: 12/01/03

Leaf: 6  
Revision: 0  
Superseding Revision:

## GENERAL INFORMATION

### 3. Additional Charges Applicable Where Service is Supplied: (Cont'd.)

The total of all rates and charges will be divided by a factor determined as the quantity one minus the quantity of the applicable aggregate tax rate percentage divided by 100.

The applicable tax surcharge factors will be set forth on a statement (Tax Surcharge Factor Statement or "TSF Statement") filed with the Public Service Commission. Whenever the legislature, city or village levies a new tax on the Company, repeals such tax, or changes the rate of such tax, the Company will file a new statement.

Every such statement will be filed not less than fifteen (15) business days before the date on which the statement is proposed to be effective, and no sooner than the date when the tax enactment to which the statement responds; will become effective no sooner than the date when the tax enactment is filed with the Secretary of State; will be applicable to bills subject to the tax enactments that are rendered on or after the effective date of the statement; and will be canceled not more than five (5) business days after the tax enactment either ceases to be effective or is modified so as to reduce the tax rate.

Such statement will be duly filed with the Public Service Commission, apart from this rate schedule, and will be available to the public at the Company offices at which application for service may be made.

#### Metropolitan Business Tax Surcharge

In addition, for the county of Orange these surcharge factors will be adjusted to reflect the Temporary Metropolitan Business Tax Surcharge (MTA Tax) as charged to the Corporation under Sections 186-b and 186-c of the Tax Law. These adjusted factors will be shown on the above described statement filed with the Commission not less than fifteen (15) business days before the date on which the statement is proposed to become effective. A revised surcharge factor will be filed for each year the MTA Tax surcharge is applicable. The actual tax surcharge expense will be reconciled with the amount collected during each 12 month period and a reconciling adjustment will be made, if necessary, for the last two months of each 12 month period.

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