

..DID: 14300
 ..TXT: PSC NO: 88 GAS LEAF: 8
 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 6
 INITIAL EFFECTIVE DATE: 01/01/01 SUPERSEDING REVISION: 5
 STAMPS: Issued in compliance with Commission Order in Case 00-M-1556 dated 12/
 Cancelled by 7 Rev. Leaf No. 8 Effective 12/01/2002
 RECEIVED: 12/29/00 STATUS: Cancelled EFFECTIVE: 01/01/01

GENERAL INFORMATION

2. TERRITORY TO WHICH SCHEDULE APPLIES:

The entire territory served with gas as more fully described in the following Schedules or superseding issues thereof:

PSC No. 87 - All Areas

3. INCREASE IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:

The prices and charges for service under all service classifications, including minimum charges, will be increased to reflect taxes pursuant to:

- A. Section 186-a and Article 9-a of the Tax Law.
 A rate of 3.25% shall be utilized to collect the Gross Income Tax under Section 186-a of the Tax Law and the State Income Tax under Article 9-a of the Tax Law. As actual monthly tax expense is determined, a net credit or debit will be recorded on the books of the Company to reflect the difference between actual tax expense and actual tax collected from customers.
- B. Chapter 60, Article 9 and, where applicable, Section 20-b of the General City Law and Section 5-530 of the Village Law.
- C. Section 186-c under Article 9 and Section 209-b under Article 9-a of the Tax Law - - Metropolitan Business Tax Surcharge

For the counties of Putnam and Orange, these surcharge factors will be adjusted to reflect the Temporary Metropolitan Business Tax Surcharge (MTA Tax) as charged to the Company under Section 186-c under Article 9 and Section 209-b under Article 9-a of the Tax Law. 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 (2) months of each 12-month period.

The total of all prices and charges will be divided by a Tax Surcharge Factor determined as the quantity one (1) minus the quantity of the applicable aggregate tax rate percentage divided by one hundred (100).

The applicable Tax Surcharge Factors will be set forth on a statement (Tax Surcharge Factor Statement or "TSF Statement") filed with the PSC. Whenever the legislature, city, village or any other governmental authority levies a new tax on the Company, repeals such tax, or changes the rate of such tax, the Company will file a new statement.

Issued By: Jeffrey K. Smith, Senior Vice President, Binghamton, NY

(Name of Officer, Title, Address)