

..DID: 21467  
..TXT: PSC NO: 90 GAS LEAF: 97.1  
COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION REVISION: 0  
INITIAL EFFECTIVE DATE: 02/01/03 SUPERSEDING REVISION:  
STAMPS: Issued in compliance with Commission order in Case 01-G-1668 dated 11/  
RECEIVED: 01/30/03 STATUS: Effective EFFECTIVE: 02/01/03

### GENERAL INFORMATION

#### 16. TRANSITION SURCHARGE: (CONT'D)

##### A. Capacity Component: (Con'td)

- (1) The capacity costs to be recovered are calculated as follows: (Cont'd)
  - (d) The \$cap is then reduced by one hundred percent (100%) of the savings derived from capacity release attributable to customers migrating from firm sales service to transportation service on or after November 2, 1995. This otherwise applicable reduction to \$cap will not apply while these savings are 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 in Cases 01-G-1668 and 01-G-1683.

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

(Name of Officer, Title, Address)