

..DID: 704
 ..TXT: PSC NO: 87 GAS STATEMENT TYPE: FPO
 COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION STATEMENT NO: 4
 INITIAL EFFECTIVE DATE: 06/01/97
 STAMPS:
 Cancelled by Statement FPO Number 5 Effective 07/01/1997
 RECEIVED: 05/28/97 STATUS: Cancelled EFFECTIVE: 06/01/97

STATEMENT OF FIXED PRICE OPTION
 Service Classifications No. 2 and 8
 (Per Therm)

FINAL PRICES BASED ON MAY 21, 1997 CLOSING

MONTH	NYMEX PRICE	NYMEX BASE	ADJUSTMENT
1	\$0.2210	\$0.1550	\$0.0660
3	\$0.2235	\$0.1550	\$0.0685
6	\$0.2275	\$0.1550	\$0.0725
9	\$0.2380	\$0.1550	\$0.0830
12	\$0.2330	\$0.1550	\$0.0780
14	\$0.2317	\$0.1550	\$0.0767

Note: 1 Month Fixed Price Option is used solely to establish the Maximum Allowable Rate for Non-Core Sales Customers.

Issued By: Michael I. German, Senior Vice President, Binghamton, New York
 (Name of Officer, Title, Address)