

..DID: 1896  
..TXT: PSC NO: 89 GAS STATEMENT TYPE: FPO  
COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION STATEMENT NO: 3  
INITIAL EFFECTIVE DATE: 01/01/98  
STAMPS:  
Cancelled by Statement FPO Number 4 Effective 02/01/1998  
RECEIVED: 12/23/97 STATUS: Cancelled EFFECTIVE: 01/01/98

STATEMENT OF FIXED PRICE OPTION  
Service Classifications No. 1 and 2  
(Per Therm)

FINAL PRICES BASED ON DECEMBER 19 1997, CLOSING

MONTH	NYMEX PRICE	NYMEX BASE	ADJUSTMENT
1	\$0.2436	\$0.1550	\$0.0886
3	\$0.2419	\$0.1550	\$0.0869
6	\$0.2374	\$0.1550	\$0.0824
7	\$0.2368	\$0.1550	\$0.0818

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

Issued By: George E. Bonner, Vice President, Binghamton, New York  
(Name of Officer, Title, Address)