



December 21, 2016

VIA ELECTRONIC FILING

Honorable Kathleen Burgess, Secretary
State of New York Public Service Commission
Three Empire State Plaza
Albany, NY 12223-1350

**Re: Case 15-G-0284 – New York State Electric & Gas Corporation
Revenue Decoupling Mechanism Adjustment Statement**

Dear Secretary Burgess:

In accordance with the Public Service Commission's Order Establishing Rate Plan, and New York State Electric & Gas Corporation's ("NYSEG" or "the Company") tariff schedule, PSC No. 90, NYSEG hereby files the Revenue Decoupling Mechanism ("RDM") Adjustment Statement to be effective January 1, 2017.

RDM Statement No. 12 to PSC 87
RDM Statement No. 13 to PSC 88

In accordance with General Information Section 22 of NYSEG's tariff, PSC 90, if at any time during the Rate Year the cumulative difference between the actual billed revenues per customer and the cumulative target revenue per customer is 1.50% or more, the Company will file an interim RDM Adjustment for each service classification.

The Company is filing an interim RDM Adjustment, a surcharge, to be applied to the following service classifications:

PSC No. 87 Service Classifications 1 and 2;
PSC No. 88 Service Classifications 1, 5, 13 and 14;

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The Revenue Decoupling Adjustment Mechanism Statement will be filed on not less than 10 days' notice. In accordance with Appendix Y, of the Rate Plan and PSC No. 90, General Information Section 22.3, the interim RDM Adjustment is limited to no more than once per year, and will be recovered over the longer of four months or the end of the rate year. The interim RDM Adjustment filed herein will be in effect through April 30, 2017.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Lori A. Cole".

Lori A. Cole
Manager, Regulatory & Tariffs
Rates & Regulatory Economics

Enclosure