November 5, 2008

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brilling, Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

Re: New York State Legislature Bill S7171-B and A11146

Amendment to PSL § 66-j; Net Metering for Non-Residential Solar Electric Generating Systems and Amendments to Eligible

Equipment for Farm Waste

Tariff Filing by New York State Electric & Gas Corporation

Dear Secretary Brilling:

The New York State Legislature enacted Bills S7171-B and A11146 that the Governor of the State of New York signed into law on August 5, 2008. This new law, which is incorporated into the consolidated laws of New York as an amendment to New York State Public Service Law Section 66-j, provides for the net energy metering of qualifying Non Residential solar electric generating systems and makes revisions to the Farm waste.

Subsection 3 of the new law provides that "each electric corporation shall develop a model contract and file a schedule that establishes consistent and reasonable rates, terms and conditions for net energy metering to customer-generators," on or before three months after the effective date of the new law. New York State Electric & Gas Corporation ("NYSEG" or the "Company") hereby submits this tariff filing in compliance with the new law.

The enclosed original and revised tariff leaves are submitted in compliance with the Public Service Commission's ("PSC" or "Commission") Appendix 7-H (electronic tariff filing system) to the Commission's Codes, Rules and Regulations (16 NYCRR Appendix 7-H).

PSC No. 120 – Electricity, Schedule for Electric Service

Leaf No. 2.1, Revision 7

Leaf No. 116, Revision 2

Leaf No. 117, Revision 2

Leaf No. 117.3, Revision 2

Leaf No. 117.4. Revision 2

Leaf No. 117.31, Revision 0

Leaf No. 117.32, Revision 0

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> Leaf No. 117.33, Revision 0 Leaf No. 126, Revision 3 Leaf No. 127, Revision 5 Leaf No. 153, Revision 2 Leaf No. 153.1, Revision 1 Leaf No. 181, Revision 2 Leaf No. 181.1. Revision 1 Leaf No. 210, Revision 6 Leaf No. 255, Revision 2 Leaf No. 264, Revision 5 Leaf No. 265, Revision 3 Leaf No. 266, Revision 4 Leaf No. 274, Revision 6 Leaf No. 274.1, Revision 3 Leaf No. 294.1, Revision 2 Leaf No. 302, Revision 3 Leaf No. 303, Revision 3 Leaf No. 304, Revision 5

Effective: February 5, 2009

Description of the Proposed Revisions

The attached tariff leaves introduce a Solar Non-Residential Electric Service Option for eligible customers, and increases the total rated generating capacity for solar and farm waste electric generating equipment for customers on a first come, first served basis, until the total rated generating capacity for solar and farm waste electric generating equipment in NYSEG's service area is equivalent to 28,260 kW.

In addition to adding a Solar Non-Residential Electric Service Option in accordance with Public Service Law ("PSL"), Section 66-j, the Solar Residential Electric Service Option generating system was increased to a rated capacity of not more than twenty-five kilowatts. The Farm Waste Electric Generating System Option was increased to a rated capacity of not more than five hundred kilowatts and fueled with the biogas fuel requirement generated by anaerobic digestion reduced to fifty percent by weight of its feedstock being livestock manure materials on an annual basis.

Similar to the current Farm Waste Electric Generating System Option with has the overall description located in the General Information section of PSC 120, the Solar Non-Residential Electric Service Option was added to the General Information section of PSC 120 and the Solar Residential Electric Service Option description moved from the individual service classes to General Information.

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The tariff language describing the metering was simplified as a result of the new PSL, Section 66-j, removing the requirement for a "non-demand, non-time differentiated meter" for net metering and further simplified as a result of moving the Solar Residential Electric Service Option to General Information. Until such time as metering is installed for a TOU customer to measure the customer's generation fed back to the Corporation metered in each TOU period, the existing allocations factors as set forth in each service classification special provision will remain in the tariff.

Consistent with the new PSL, Section 66-j, the tariff was revised to include the customer's responsibility to pay the Corporation's actual costs of installing a dedicated transformer or transformers or other equipment to protect the safety and adequacy of electric service, limited to five thousand dollars (\$5,000) per farm waste operation or three hundred fifty dollars (\$350) for a residential customer's residence. A non-residential customer-generator who owns or operates generating equipment located or used at its premises is responsible to pay the Corporation's actual costs of installing a dedicated transformer or transformers or other equipment to protect the safety and adequacy of electric service.

Customers electing service under the Public Service Law ("PSL"), Section 66-j are required to comply with the standards and requirements set forth in the Company's tariff, PSC 119 – Electricity, Section 9 and Addendum-SIR to PSC 119.

Newspaper Publication

The Company requests that the requirement of § 66(12)(b) of the Public Service Law and 16 NYCRR §720-8.1 as to newspaper publication be waived because a customer will be notified of these tariff changes when the customer submits an application for such service with the Company.

Company Contacts

Please direct any questions pertaining to this filing to Carl King at (607) 347-2959.

Very truly yours,

Christine M. Stratakos Manager, Pricing & Analysis