

October 31, 2006

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brillling, Secretary
State of New York Department of Public Service
Three Empire State Plaza
Albany, NY 12223

Re: Case No. 05-M-0453 – In the Matter of New York State Electric and Gas Corporation’s Plan to Foster the Development of Retail Energy Markets

Dear Secretary Brillling:

New York State Electric & Gas Corporation (“NYSEG” or “the Company”) is hereby filing the following Purchase of ESCO Accounts Receivable (POR) Discount Statements to become effective January 1, 2007, in accordance with the Joint Proposal on Purchase of Accounts Receivable dated October 28, 2005 in the above referenced proceeding:

PSC No. 88 –Gas, Schedule for Gas Service
DISC Statement No. 2

PSC No. 120 –Electricity, Schedule for Electricity Service
DISC Statement No. 2

PSC No. 121 –Electricity, Schedule for Electricity Service
DISC Statement No. 2

Please direct any questions pertaining to this filing to Dave George at (585) 771-4765.

Very truly yours,

Mark O. Marini
Manager, Regulatory and Tariff
Rates & Regulatory Economics

Enclosures