

May 18, 2006

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

Re: Case 98-G-0122 Proceeding to Review the Bypass Policy Relating to the Pricing  
of Gas Transportation for Electric Generation

Dear Secretary Brillling:

New York State Electric & Gas Corp. ("NYSEG or the Company") hereby  
submits the following tariff leaves, to become effective on not less than one day's notice  
on May 19, 2006 in compliance with the above referenced case.

**PSC No. 88 Gas**

Leaf No. 109 Revision 4

Leaf No. 109.1 Revision 1

These tariff changes further revise the prescribed methodology for the Value  
Added Charge (VAC). The revisions are the result of discussions between the Company  
and the Department of Public Service Commission Staff.

The requirements of Section 66(12)(b) of the Public Service Law as to newspaper  
publication is waived, in accordance with the Order.

Mark O. Marini  
Manager, Regulatory & Tariffs  
Rates & Regulatory Economics