

September 28, 2007

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. 07-E-0479 – Tariff Filing of New York State Electric & Gas Corporation to Offer Customers a Single Fixed Supply Service – Compliance Tariff Filing

Dear Secretary Brillling:

The enclosed tariff leaves, issued by New York State Electric & Gas Corporation (“NYSEG”) are filed in compliance with the New York State Public Service Commission’s (“Commission”) Order Establishing Commodity Program, issued and effective August 29, 2007, in Case 07-E-0479 (“the August 2007 Order”). These tariff leaves are transmitted for filing in compliance as identified herein and in accordance with the requirements of Appendix 7-H (electronic tariff filing system) to the Commission’s Codes, Rules and Regulations (16 NYCRR Appendix 7-H).

In compliance with Ordering Clause 4 of the August 2007 Order<sup>1</sup>, today’s filing sets forth the tariff revisions necessary to effectuate the Company’s commodity enrollment program to become effective on November 1, 2007. A listing of the proposed revised tariff leaves is enclosed as Attachment A.

Significant revisions to the Company’s commodity enrollment program as adopted by the August 2007 Order include: the elimination of the ESCO Option with Supply Adjustment; all customers subject to the Transition Charge will pay a fixed Transition Charge; the accelerated phase-in of customers subject to mandatory Hourly Pricing; a change in the conversion factor used to calculate the fixed price; and a modification to the earnings sharing mechanism.

Customers taking service under the ESCO Option with Supply Adjustment that do not select a Supply Service Option during the Enrollment Period will be migrated to the ESCO Price Option.

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<sup>1</sup> On August 31, 2007, the Commission issued an Errata Notice in this case to clarify that a two-part compliance filing is required.

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Also provided in Ordering Clause 4, on November 9, 2007, NYSEG will be filing an additional compliance setting forth the rates to become effective January 1, 2008. Furthermore, the Company will be filing "housekeeping changes" to remove tariff language set forth in tariff leaves that are being filed today, Section 25.II, Supply Service Options effective January 1, 2007 – December 31, 2007. On and after January 1, 2008, this section will no longer be relevant to the Company's retail access program.

In accordance with Ordering Clause 4 of the August 2007 Order, a copy of today's filing has been served electronically on all active parties to the proceeding. If any party would like a hard copy of this filing or has any questions concerning this filing, please contact Lori Cole at (607) 762-8710 or me at (607) 762-7341.

Very truly yours,

Christine M. Stratakos  
Manager, Pricing & Analysis  
Rates & Regulatory Economics

Enclosures

cc: All Active Parties-via electronic mail

**New York State Electric & Gas Corporation**

**List of Proposed Tariff Leaves filed September 28, 2007**

PSC No. 120 – Electricity, Schedule for Electric Service

Leaf No. 2.1, Revision 6  
Leaf No. 50, Revision 3  
Leaf No. 57, Revision 4  
Leaf No. 58, Revision 3  
Leaf No. 59, Revision 5  
Leaf No. 60, Revision 2  
Leaf No. 74, Revision 4  
Leaf No. 75, Revision 4  
Leaf No. 76, Revision 3  
Leaf No. 117.6, Revision 3  
Leaf No. 117.7, Revision 3  
Leaf No. 117.8, Revision 3  
Leaf No. 117.9, Revision 3  
Leaf No. 117.10, Revision 2  
Leaf No. 117.11, Revision 3  
Leaf No. 117.12, Revision 3  
Leaf No. 117.13, Revision 3  
Leaf No. 117.14, Revision 3  
Leaf No. 117.15, Revision 3  
Leaf No. 117.16, Revision 2  
Leaf No. 117.17, Revision 2  
Leaf No. 117.18, Revision 2  
Leaf No. 117.19, Revision 2  
Leaf No. 117.20, Revision 2  
Leaf No. 117.21, Revision 0  
Leaf No. 117.22, Revision 0  
Leaf No. 117.23, Revision 0  
Leaf No. 117.24, Revision 0  
Leaf No. 117.25, Revision 0  
Leaf No. 117.26, Revision 0  
Leaf No. 117.27, Revision 0  
Leaf No. 117.28, Revision 0  
Leaf No. 117.29, Revision 0  
Leaf No. 117.30, Revision 0

PSC No. 121 – Electricity, Schedule for Electric Service

Leaf No. 14, Revision 9