

August 12, 2004

VIA ELECTRONIC FILING

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

Re: Case 98-M-1343 – New York State Electric & Gas Corporation Compliance
Filing

Dear Secretary Brillling:

The enclosed revised tariff leaves, issued by New York State Electric & Gas Corporation ("NYSEG") are transmitted for filing in compliance with the requirements of the New York State Public Service Commission ("Commission").

PSC No. 88 – Gas, Schedule for Gas Service
Leaf No. 50.27, Revision 2
Addendum – UBP No. 2

PSC No. 120 – Electricity, Schedule for Electric Service
Leaf No. 109, Revision 2
Addendum - UBP No. 2

Effective August 16, 2004.

The above tariff leaves are being filed pursuant to the Commission's Order on Petitions for Rehearing and Clarification, issued July 15, 2004 (the "Order") and the Errata Notice issued August 2, 2004 (the "Errata Notice") in the above-referenced proceeding.

According to the Order, the utility "...may charge a fee..to an ESCO, to establish, upon the ESCO's requests, a separate account for one of the commodities the distribution utility provides." NYSEG has modified its tariff to include an Account Separation fee for ESCO-initiated requests to separate an account. The fee covers NYSEG's administrative costs of establishing the second account.

In addition, a revised UBP Addendum is being filed in compliance with Ordering Clause 3 of the Order.

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According to Ordering Clause No. 4 of the Order, the requirement of Section 66(12)(b) of the Public Service Law as to newspaper publication of the proposed tariff amendments has been waived.

Should you have any questions concerning this filing, please call Susan Gallia at (607) 762-7265.

Very truly yours,

Christine M. Stratakos
Manager – Pricing & Analysis

Encs.