Received: 10/31/2008 Status: CANCELLED Effective Date: 11/01/2008

PSC No: 88 - Gas Statement Type: DISC New York State Electric and Gas Corporation Statement No. 4

New York State Electric and Gas Corporation Initial Effective Date: January 1, 2009

Purchase of ESCO Accounts Receivable (POR) Discount

Gas accounts receivable will be purchased at a discount off face value of the ESCO receivable.

Discount 2.22%

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York