Received: 01/18/2006

Status: CANCELLED Effective Date: 02/01/2006

Statement Type: DISC

Statement Number: 1

PSC NO: 120 – Electricity New York State Electric & Gas Corporation

Initial Effective Date: February 1, 2006

Purchase of ESCO Accounts Receivable (POR) Discount

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

Discount 1.01%

Issued in compliance with Order in Case 05-M-0453 dated 12/27/05.

Issued by: James A. Lahtinen, Vice President - Rates & Regulatory Economics, Binghamton, NY