Received: 03/03/1998 Status: CANCELLED

Effective Date: 04/13/1998

..DID: 2614

..TXT: PSC NO: 88 GAS STATEMENT TYPE: RTS

COMPANY: NEW YORK STATE ELECTRIC & GAS CORPORATION STATEMENT NO: 3

INITIAL EFFECTIVE DATE: 04/13/98

STAMPS:

Cancelled by Statement RTS Number 4 Effective 08/01/1998

RECEIVED: 03/03/98 STATUS: Cancelled EFFECTIVE: 04/13/98

The prices and charges for service under all service classifications will be increased by dividing the total of such prices and charges by a surcharge factor that reflects charges to the Company due to the four and one-quarter percent (4.25%) State Tax rate and the seven and one-half percent (7.5%) Revenue Tax and Excess Dividends Tax Surcharges, plus, where applicable, the Temporary Metropolitan Transportation Business Tax Surcharge and the one percent (1%) Municipal Tax rate, also where applicable, in accordance with Section 3 of PSC No. 87, Section 3 of PSC No. 88, and Rule No. 37 of PSC No. 89. For cities, villages or other areas served, the applicable surcharge factors are as follows:

(If service is taken under PSC No. 88 Gas (Transportation) the applicable surcharge factor for the otherwise effective tariff schedule will apply.)

ORANGE COUNTY:

Cities and Villages - Surcharge Factor .935568

Includes Villages of: Walden.

All Other Areas - Surcharge Factor .945476

PUTNAM COUNTY:

All Areas - Surcharge Factor .946532

ALL OTHER COUNTIES:

Cities and Villages - Surcharge Factor .944267

Includes Cities of: Auburn, Binghamton, Canandaigua, Cortland, Elmira, Geneva, Ithaca, Lockport, Mechanicville, Norwich, Olean, Oneonta and Plattsburgh.

Includes Villages of: Albion, Allegany, Cayuga, Cayuga Heights, Clyde, Cobleskill, Dannemora, Dansville, DeRuyter, Dryden, Dundee, Elbridge, Elmira Heights, Groton, Homer, Johnson City, Jordan, Lansing, Lowille, Lyndonville, Lyons, Macedon, Manchester, Marcellus, McGraw, Medina, Middleport, Montour Falls - T. of Dix, Montour Falls - T. of Montour, Moravia, Morrisville, Newark, Nunda, Owego, Palmyra, Penn Yan, Port Byron, Port Dickinson, Seneca Falls, Shortsville, Trumansburg, Union Springs, Walton, Waterloo, Watkins Glen - T. of Dix, Watkins Glen - T. of Reading and Weedsport.

All Other Areas: Surcharge Factor .954267

Issued By: George E. Bonner, Vice President, Binghamton, New York