..DID: 21328 ..TXT:

January 14, 2003

Honorable Janet H. Deixler Secretary State of New York Public Service Commission 3 Empire State Plaza Albany, New York 12223

Re: MTA Surcharge Factors

Dear Secretary Deixler:

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

Statement No. TSF 8 to PSC No. 87 Gas and Statement No. TSF 8 to PSC No. 88 Gas

Effective February 4, 2003.

The above Tax Surcharge Factor ("TSF") statements are being filed pursuant to General Information Section 3 of PSC Nos. 87 and 88 entitled "Increase in Prices and Charges Applicable Where Service is Supplied" which provides for the reconciliation of actual tax surcharge expense as compared to the 10 month collection of the Temporary Business Tax Surcharge.

The revised statements reflect the MTA tax surcharge factors that resulted from the reconciliation process, which will be effective for February and March of 2003.

Questions regarding this filing should be directed to Susan Gallia at (607) 762-7265.

Very truly yours

/dlm Encls. Cy.:Alan F. Mostek, PSC Christine M. Stratakos Manager - Rates & Tariffs