

March 10, 2006

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

RE: Massena Electric Department

Dear Secretary Brilling:

Attached for filing with the Commission is Original Tariff Leaves No. 34 and 35 to the Schedule for Electric Service P.S.C. No. 2 ELECTRICITY issued by Massena Electric Department ("Massena") to become effective July 1, 2006. The purpose of this filing is to establish a new Service Classification (No. 8) which will allow the creation of Individual Service Agreements for non-residential customers.

The Town of Massena Electric Department is a municipal electric utility owned by the Town of Massena which is located on the St. Lawrence River in northernmost New York State. The Town purchased the electric distribution system from Niagara Mohawk Power Corporation in 1981. The system now serves more than 9,000 customers in the Town of Massena, and portions of the towns of Louisville, Norfolk, Brasher and Stockholm and provides businesses and residents with energy at rates that are among the lowest in the country. The intention of the Individual Service Agreements is to respond to non-residential customers' needs at a time when the electricity service markets have become increasingly competitive. Through Individual Service Agreements signed under this tariff, Massena proposes to provide incentives and thus promote the location of new business ventures within Massena's territory, as well as promote the expansion of existing non-residential customers. The underlying goal is to improve the economic status of the region.

Massena asks that questions regarding this filing be directed to:

Frank W. Radigan Hudson River Energy Group 120 Washington Ave., 2<sup>nd</sup> floor Albany, NY 12210

Tel: (518) 436-1628

Respectfully submitted,

For the Massena Electric Department

Frank W. Radigan