



September 15, 2008

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brillling, Secretary
State of New York Public Service Commission
Three Empire State Plaza
Albany, NY 12223-1350

Re: Case 03-E-0188 – Order Regarding Retail Renewable
Portfolio Standard Annual Compliance Filing

Dear Secretary Brillling:

New York State Electric & Gas Corporation ("NYSEG") hereby submits for filing the following enclosed tariff leaves in compliance with the New York Public Service Commission's ("Commission's") Order Regarding Retail Renewable Portfolio Standard ("RPS"), in Case 03-E-0188, issued and effective September 24, 2004 (the "Order"). This filing is also made in accordance with Appendix 7-H (electronic tariff filing system) to the Commission's Codes, Rules and Regulations (16 NYCRR Appendix 7-H).

PSC No. 120 – Electricity, Schedule for Electric Service

Leaf No. 18, Revision 9
Leaf No. 123, Revision 15
Leaf No. 133, Revision 17
Leaf No. 161, Revision 7
Leaf No. 197, Revision 14
Leaf No. 208, Revision 16
Leaf No. 221, Revision 17
Leaf No. 261, Revision 15
Leaf No. 272, Revision 17
Leaf No. 289, Revision 29
Leaf No. 300, Revision 15
Leaf No. 310, Revision 15
Leaf No. 318, Revision 16
RPS Statement No. 01 to PSC 120 - Electricity

PSC No. 121 – Electricity, Schedule for Electric Street Lighting Service

Leaf No. 14, Revision 11
Leaf No. 24, Revision 12
Leaf No. 37, Revision 13
Leaf No. 59, Revision 12
RPS Statement No. 01 to PSC 121 – Electricity

Effective: October 1, 2008

An equal opportunity employer

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The Order established the 2009 RPS annual collection level for NYSEG at \$10,263,723. The level of funding is to be collected in rates over a 12-month period commencing three months prior to the applicable calendar year. Ordering Clause 4 also provides that “[a]ny over- or under-collections shall be trued up on an annual basis.”

NYSEG began the reconciliation by verifying the amount of RPS Surcharge revenue that the Company collected from customers between October 1, 2005 and July 31, 2008. Subsequently, the Company estimated the amount of revenues the Company will collect from customers for the months of August and September 2008, the remaining months of the 12-month collection period. Consequently, the Company has projected that it will have a cumulative under-collection of \$544,306.

To calculate the 2009 RPS rate, the projected under-collection of \$544,306 was added to the 2009 annual RPS target collection amount of \$10,263,723, resulting in a 2009 collection requirement of \$10,808,029¹. That amount was then divided by the kWh sales forecast for 2009, resulting in a RPS surcharge of \$0.0007 per kWh to become effective October 1, 2008. This surcharge amount is reflected in the attached proposed Statement².

An analysis of actual surcharge amounts over- or under-collected in 2008 will be completed and the results of that calculation will be included in the surcharge calculation for 2010. This approach will continue to provide the customer with an RPS surcharge that does not change during the 12- month period.

Per Ordering Clause 7 of the Order, the requirements of Section 66(12) (b) of the Public Service Law as to newspaper publication of the changes proposed by this filing is waived.

Please direct any questions pertaining to this filing to Lori Cole at (607) 762-8710 or to me at (607) 762-7341.

Very truly yours,

Christine M. Stratakos
Manager, Pricing & Analysis
Rates & Regulatory Economics

Enclosures

¹ The annual target collection amount for NYSEG increases each year as set forth in Appendix E to the Order.

² The Company is proposing to show the RPS in a Statement rather than within each service classification to simplify where to locate the surcharge within the Company’s tariffs.