

December 27, 2006

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brilling, Secretary
State of New York Department of Public Service
Three Empire State Plaza
Albany, NY 12223

Re: Case No. 06-G-1386
Filing of Cancellation Supplement

Dear Secretary Brilling:

The enclosed Supplement, issued by New York State Electric & Gas Corporation, is transmitted for filing in accordance with the requirements of the New York State Public Service Commission ("Commission").

Supplement No. 21 to PSC No. 88 - Gas

Effective: January 1, 2007

This cancellation supplement is being filed in compliance with the Commission's Order Denying Tariff Amendments ("Order"), issued and effective December 22, 2006, in Case 06-G-1386. As directed by the Order, this supplement cancels the tariff amendments listed in the attachment to 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).

If you have any questions concerning this filing, please call Susan Glann at (607) 762-7265 or me at (607) 762-7341.

Very truly yours,

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

Enclosures