November 17, 2006

VIA ELECTRONIC FILING

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

Re: Case No. 02-E-0779 –New York State Electric & Gas Corporation Extension of Standby Service Exemptions

Dear Secretary Brilling:

New York State Electric & Gas Corporation ("NYSEG" or "the Company") hereby submits for filing the following enclosed tariff leaf in compliance with the New York Public Service Commission's ("Commission's") Order Granting Rehearing in Part and Continuing Standby Rate Exemptions, in Case 02-E-0779, issued and effective October 25, 2006 (the "October 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).

<u>PSC No. 120 – Electricity, Schedule for Electric Service</u> Leaf No. 294.1, Revision 1

Effective December 1, 2006

The above revised tariff leaf is being filed pursuant to Ordering Clause No. 1 of the October Order. The amended tariff extends the standby rates exemption for residential and non-demand commercial and industrial customers from January 1, 2007 to May 31, 2009.

In accordance with Ordering Clause No. 2, the requirement of Public Service Law Section 66(12) (b) as to newspaper publication of the proposed tariff revisions is waived.

If there are any questions regarding this filing, please call Patricia Clune at (607) 762-7512, or me at (607) 762-7341, as appropriate.

Very truly yours,

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

Enclosures