August 23, 2006

VIA ELECTRONIC FILING

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

Re: Case 01-E-0359 – New York State Electric & Gas Corporation's Electric Rate Plan; Transition Charge Statement

Dear Secretary Brilling:

In compliance with the Public Service Commission's <u>Order Adopting Provisions of the Joint Proposal with Modifications</u>, Cases 01-E-0359 and 01-M-0404, issued and effective February 27, 2002, and <u>Order Directing Rate Design and Revenue Allocation</u>, issued and effective November 22, 2002, Case No. 01-E-0359, New York State Electric & Gas Corporation ("NYSEG") hereby files its Transition Charge Statements to be effective September 1, 2006.

TC Statement No. 35 to PSC 120 Electricity TC Statement No. 35 to PSC 121 Electricity

Effective September 1, 2006

The monthly filing of changes to the Transition Charge is in accordance with NYSEG's filed tariffs. Each Transition Charge Statement will be filed on a monthly basis at least three days prior to the effective date.

Please direct any questions to Susan Glann at (607) 762-7265.

Very truly yours,

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

Enclosures