December 22, 2003

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brilling, Acting 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 Acting 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 January 1, 2004.

TC Statement No. 3 to PSC 120 – Electricity TC Statement No. 3 to PSC 121 - Electricity

Effective January 1, 2004

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 Lisa Williams at (607) 762-7908.

Very truly yours,

Christine M. Stratakos Manager, Pricing & Analysis

Enclosures