

September 29, 2003

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

Re: Case No. 01-G-1668 – New York State Electric & Gas Corporation
Phase 2A Joint Proposal, Compliance Tariff Filing

Dear Acting Secretary Brilling:

The enclosed leaves, issued by New York State Electric & Gas Corporation (“NYSEG” or “the Company”) are transmitted for filing in compliance with the requirements of the New York State Public Service Commission (“PSC” or “Commission”).

Thirteenth Revised	Leaf No. 7	to PSC No. 88 – Gas
Fourth Revised	Leaf No. 9	to PSC No. 88 – Gas
Fourth Revised	Leaf No. 10.2	to PSC No. 88 – Gas
Tenth Revised	Leaf No. 12.1	to PSC No. 88 – Gas
Sixth Revised	Leaf No. 12.2	to PSC No. 88 – Gas
First Revised	Leaf No. 12.4	to PSC No. 88 – Gas
Original	Leaf No. 12.5	to PSC No. 88 – Gas
Seventh Revised	Leaf No. 13	to PSC No. 88 – Gas
First Revised	Leaf No. 13.4	to PSC No. 88 – Gas
Tenth Revised	Leaf No. 15	to PSC No. 88 – Gas
First Revised	Leaf No. 17.1	to PSC No. 88 – Gas
Third Revised	Leaf No. 87	to PSC No. 88 – Gas
Third Revised	Leaf No. 90.1	to PSC No. 90 – Gas
Original	Leaf No. 98.1	to PSC No. 90 – Gas

Effective: October 1, 2003

This filing is made in compliance with the Company’s August 8, 2003 Phase 2A Joint Proposal (the “Phase 2A-JP”), as approved by the PSC in its Order Establishing Terms and Conditions of Service, Case 01-G-1668, issued September 23, 2003 (the “Order”). Pursuant to the Order, these tariff changes are to be filed on not less than one day’s notice to be effective October 1, 2003.

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In accordance with the Order, NYSEG will be making additional tariff compliance filings based on future rate and implementation aspects of the Phase 2A-JP to be effective January 1, 2004 and April 1, 2004. Those filings will be submitted to the PSC on not less than one day's notice prior to the applicable effective date.

Proposed Tariff Changes

The attached revised tariff leaves incorporate the necessary modifications, as explained below, to the Company's currently effective gas tariffs, PSC Nos. 88 and 90. The following changes are included:

PSC No. 88 (Gas Transportation Service):

1. Section 4 (Daily Metered Transportation Requirements) has been revised to identify the limitations to be applied to the daily metered monthly balancing option prior to its termination on January 1, 2004.
2. Section 4 has been revised to include provisions regarding the establishment of Maximum Daily Transportation Quantities (MDTQs) for daily metered transportation.
3. Section 4 has been revised to include provisions regarding the upstream capacity requirements for all core and critical care customers.
4. Section 5 (Non-Daily Metered Transportation Requirements) has been revised to reflect the requirement for upstream capacity to meet 66 heating degree days of load and that the Company will provide supplies on days exceeding 66 heating degree days.
5. Service Classification No. 9 (Daily Metered Transportation Monthly Balancing Service) has been revised to reflect that it will be discontinued on January 1, 2004.
6. Section 10 (Unauthorized Overruns) has been revised to reflect the applicability of the unauthorized overrun penalty under certain circumstances related to OFOs and the establishment of the MDTQ.

PSC No. 90 (Gas General Information):

1. Section 16 (Transition Surcharge) has been revised to incorporate the Reliability Surcharge Component.

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2. Section 14 (Gas Supply Charge) has been revised to reflect that the revenues associated with the Reliability Surcharge Component will be credited to the Gas Supply Charge.

Newspaper Publication

Pursuant to Ordering Clause No. 2 of the Order, the requirement of Section 66(12) (b) of Public Service Law as to newspaper publication is waived.

Conclusion

A copy of this filing has been served upon all parties to this proceeding, in accordance with Ordering Clause No. 2 of the Order.

Please direct any questions pertaining to this filing to Dan Verdun at (607) 762-4296 or me at (607) 762-7341.

Very truly yours,

Christine M. Stratakos
Manager – Pricing & Analysis

Encs.

cc: All Active Parties