

November 17, 2004

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brilling, 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 2B Joint
Proposal, Further 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").

Delivery Rates:

First Revised	Leaf No. 11.2	to PSC No. 87 – Gas
First Revised	Leaf No. 12.1	to PSC No. 87 – Gas
Ninth Revised	Leaf No. 13	to PSC No. 87 – Gas
Second Revised Leaf No. 18.1		to PSC No. 87 – Gas
Second Revised Leaf No. 49		to PSC No. 87 – Gas
Second Revised Leaf No. 50		to PSC No. 87 – Gas
Seventh Revised	Leaf No. 51	to PSC No. 88 – Gas
First Revised	Leaf No. 52.1	to PSC No. 88 – Gas
First Revised	Leaf No. 52.2	to PSC No. 88 – Gas
Seventh Revised	Leaf No. 53	to PSC No. 88 – Gas
First Revised	Leaf No. 68.1	to PSC No. 88 – Gas
First Revised	Leaf No. 68.2	to PSC No. 88 – Gas
Fifth Revised	Leaf No. 69.1	to PSC No. 88 – Gas

Effective: November 18, 2004.

This filing is made in further compliance with the Company's June 30, 2004 Phase 2B Joint Proposal, as approved by the PSC in its Order Concerning Rate Design, Economic Development, and Affordable Energy Program, Case 01-G-1668, issued September 23, 2004 (the "Order").

The Phase 2B Joint Proposal included a five-year phase-in to the new non-residential delivery rates in all areas where we had customers taking service under a class. Pursuant to Section XI.1. however, the SC-1T delivery rates applicable for service in areas where no customers were taking service under SC-1T would be set equal to the delivery rates to be effective October 1, 2008 in the Combined Area and the Lockport Area. Subsequent to the Company's June 30, 2004 filing in compliance with the Order, it was discovered that one customer in the Owego area had switched to SC-1T prior to the filing of the Phase 2B Joint Proposal. Since the intent of the Joint Proposal was to phase-in delivery rates in those areas where there were customers, the filing herein includes SC-1T delivery rates to be effective October 1 of each of each year beginning in 2004 through 2008. Consistent with Section VI.2 of the Gas Rate Plan, these rates

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will continue beyond December 31, 2008 unless and until changes to the terms and conditions of the Joint Proposal have been approved by the Commission.

Based on discussions with Staff, the Company has also incorporated herein several "housekeeping" changes to leaves that were previously filed in compliance with the Order.

Please direct any questions pertaining to this filing to Shari Wells at (607) 762-8070.

Very truly yours,

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

Encs.

cc: All Active Parties (via e-mail)