February 25, 2004

Jaclyn A. Brilling Secretary to the Commission State of New York 3 Empire State Plaza Albany, New York 12223

Dear Secretary Brilling:

The enclosed statements are being transmitted electronically by New York State Electric & Gas Corporation ("NYSEG") for filing in compliance with the requirements of the New York State Public Service Commission ("PSC").

Standby Service Commodity Charge Statements: Statement No. SCC-63 to P.S.C. No. 87 – Gas Statement No. SCC-63 to P.S.C. No. 88 – Gas

Monthly and Daily Cash Out Statements: Statement No. MCO-66 to P.S.C. No. 88 – Gas Statement No. DCO-66 to P.S.C. No. 88 – Gas

NYSEG is filing the above mentioned statements to correct the Standby Commodity Charges, Daily Cash-out rates, and Monthly Cash-out rates contained in the statements previously filed on February 5, 2004.

The statements previously filed on February 5, 2004 (SCC No. 62, MCO No. 65, and DCO No. 65) were incorrect due to cash-out methodology revisions, pursuant to the Company's Phase 2A Joint Proposal, which impact the calculation of the monthly rates and charges, as well as the format.

The modified statements being filed today reflect the revised method for calculating daily and monthly cash-out prices. This revised method became effective January 1, 2004, in accordance with the Company's August 8, 2003 Phase 2A Joint Proposal, as approved by the Public Service Commission in its Order Establishing Terms and Conditions of Service, in Case No. 01-G-1668, issued September 23, 2003.

These revised statements will supersede the statements previously filed on February 5, 2004.

Very truly yours,

Christine M. Stratakos Manager – Pricing & Analysis

/axm Encls.