March 2, 2010

## VIA ELECTRONIC FILING

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

Dear Secretary Brilling:

The enclosed revised leaf, issued by New York State Electric & Gas Corporation ("NYSEG") is transmitted for filing in compliance with the requirements of the New York State Public Service Commission ("PSC" or "Commission").

<u>PSC No. 119 – Electricity, Schedule for Electric Service</u> Leaf No. 20, Revision 10

Effective April 1, 2010.

Reason for Proposed Revision

This filing is being submitted to make a pricing revision to NYSEG's electric tariff that was recently submitted January 29, 2010<sup>1</sup>. The attached revised leaf is being filed to reflect revisions to underground distribution system costs, based on the simple averaging of the most recent five years' annual costs for the five year period ending September 30, 2009. During a review of those costs, it was determined that a certain project should have been excluded from the calculation. Since underground service cost is based on the experienced average cost of underground in residential subdivisions, the updated rates should be reflected per this latest revision.

Customers are provided the current effective rates when they contact NYSEG in regard to the pricing of underground line extensions. In addition, in accordance with Ordering Clause 2 of the April Order, newspaper publication of the proposed tariff amendments has been waived.

If you have any questions, please contact Lori Cole at (607) 762-8710.

Very truly yours,

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

Enclosure

cc: Paul Darmetko

<sup>&</sup>lt;sup>1</sup> Pursuant to Commission Order in Case 25352, issued December 28, 1971 and in Case 03-E-0185, issued April 30, 2003 ("April Order").