

October 28, 2009

VIA ELECTRONIC FILING

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

Re: Case No. 09-E-0227 – Tariff Filing of New York State
Electric & Gas Corporation to Modify its Tariff Regarding
Fixed Transition Charges.

Dear Secretary Brillling:

New York State Electric & Gas Corporation ("NYSEG" or the "Company") hereby submits for filing the following enclosed tariff leaves in compliance with Ordering Paragraph 1 of the New York Public Service Commission's (the "Commission") Order Adopting Terms and Conditions for Non-Bypassable and Variable Commodity Charges, Case No. 09-E-0227, issued and effective September 28, 2009 (the "Order"). This filing is also made in accordance with Appendix 7-H (electronic tariff filing system) to the Commission's Codes, Rules and Regulations (16 NYCRR Appendix 7-H).

PSC No. 120 – Electricity, Schedule for Electric Service
Leaf No. 117.9, Revision 9
Leaf No. 117.10, Revision 4

Effective: January 1, 2010

The Commission determined in the Order that when a variable commodity charge is combined with a variable NBC that is calculated on the basis of a forecast with a true-up, customers may experience significant volatility.

To reduce volatility for non-demand billed customers, NYSEG will forecast the variable supply charge for each month in a manner similar to that used to forecast the NBC, based on energy futures prices¹. The Company will calculate true-ups for both the supply and NBC charges and pass back to customers in a subsequent month. This revised method will reduce volatility, as the NBC and variable charges will move in opposite directions depending upon changes in energy futures prices.

¹ The Commission issued an Errata Notice on October 2, 2009 to clarify that the forecast of the commodity charge is to apply to non-demand billed customers.

Honorable Jaclyn A. Brillling, Secretary

October 28, 2009

Page 2 of 2

Newspaper Publication

In accordance with Ordering Paragraph 3, the requirements of § 66(12)(b) of the Public Service Law regarding newspaper publication are waived.

Company Contacts

Please direct any questions pertaining to this filing to Lori Cole at (607) 762-8710 or to Carl King at (607) 347-2959.

Very truly yours,

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

Enclosures