

July 29, 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 – New York State Electric & Gas Corporation's  
Interim Adjustment to the Transition Charge

Dear Secretary Brillling:

New York State Electric & Gas Corporation ("NYSEG" or the "Company") hereby submits for filing the following enclosed statements in compliance with its tariffs and Ordering Paragraph 3 of the New York Public Service Commission's (the "Commission") Order Authorizing Interim Adjustments to Non-Bypassable Wires Charges, Case No. 09-E-0227, issued and effective May 18, 2009 (the "Order") and 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  
TCS Statement No. 58 to PSC No. 120 – Electricity  
EIR Statement No. 55 to PSC No. 120 – Electricity

PSC No. 121 – Electricity, Schedule for Electric Service  
TCS Statement No. 58 to PSC No. 121 – Electricity

Effective: August 1, 2009

Each month the Company examines the forecasted year-end difference between the NBC dollars the Company expects to collect and an updated forecast of NBC dollars. If the expected under- or over-collection exceeds \$7.5 million, an interim reconciliation adjustment will be applied to the NBC beginning the following month.

Customers taking service under NYSEG's Fixed Price Option will not be subject to an interim reconciliation adjustment. Asset Sale Gain Account credits that the Company owes to customers will be used to mitigate the increase in NBC charges for them<sup>1</sup>.

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<sup>1</sup> Order, page 10.

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Customers receiving an economic incentive discount on loads qualified on or after July 1, 2003 have their per kilowatt-hour discounts based on the NBC less ancillary service costs and NTAC components of the NBC. Therefore, an Economic Incentive Rate Statement is included.

#### Newspaper Publication

In accordance with Ordering Paragraph 2, 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