

PSC NO: 121 ELECTRICITY
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 01/01/08

Statement Type: MFC
Statement Number: 01

Merchant Function Charge Statement

For customers taking service under the NYSEG Default Supply Option (DSO) rate, the NYSEG Fixed Price Option (FPO) rate, the NYSEG Variable Supply Option (VPO) rate, or Hourly Pricing with supply provided by NYSEG, pursuant to NYSEG's Supply Service Options, General Information Section 25 of Schedule PSC No. 120 - Electricity, the following Merchant Function Charge is applicable to energy supplied [all kilowatt-hours (kWhs)] under the service classifications listed below.

PSC No. 120 - Electricity; Service Classification Nos.	Charge per kWh
1, 8, 12	\$0.0022
2, 5, 6, 7-1, 9	\$0.0022
3, 7-2, 7-3, 7-4	\$0.0008
PSC No. 121 - Electricity; Service Classification Nos.	
1, 2, 3	\$0.0022

For further information regarding the Merchant Function Charge, see General Information Section 25 I.E. of PSC No. 120 - Electricity.

Issued in compliance with order in Case No. 07-E-0479 dated 08/29/07.

Issued by: James A. Lahtinen, Vice President - Rates & Regulatory Economics, Binghamton, NY