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PSC NO: 121 ELECTRICITY

NEW YORK STATE ELECTRIC & GAS CORPORATION

Initial Effective Date: 12/01/12

Leaf: 61

Revision: 5

Superseding Revision: 4

SERVICE CLASSIFICATION NO. 3 (Cont'd.)

SPECIAL PROVISIONS: (Cont'd.)

Special Provisions C. and D. are no longer available for new installations under this service classification.

C. A customer whose system utilizes existing or new standard wood poles installed by the Company and used exclusively for street lighting purposes and/or brackets 16 ft. or longer in length, may opt to bear the appropriate capital costs of said wood poles and/or brackets in lieu of paying the facilities charge. Ownership and the responsibility for operation and maintenance rests with the Company.

Under this provision, the cost of replacement of wood poles and/or brackets 16 ft. or longer in length, due to expiration of the service life of such facilities, is the responsibility of the customer.

D. Determination of Capital Cost:

For those customers making capital contributions under Special Provision C, cost shall be determined as follows:

In the case of newly constructed facilities, capital cost shall include all labor, transportation, material and applicable overheads as defined in the charges for Special Services contained in Schedule PSC 119 - Electricity, or superseding issues thereof, and utilized in recording the cost of such facilities on the books and records of the Company. In the case of existing systems, capital contributions will be determined taking into consideration depreciated original cost, replacement value depreciated and physical condition of the facilities. In no case will the contribution be less than the average depreciated original cost of such facilities dedicated by the Company to provision of street lighting service.

E. Budget Billing:

Customers may, by signing an application, be billed monthly in accordance with the plan set forth in Section 4-0 of P.S.C. No. 119 - Electricity or superseding issues thereof.

F. Glare Shield:

Customers that request the installation of glare shields will be responsible for the costs associated with such installations, consistent with General Information Section 6 of PSC No. 119, Charges for Special Services.

G. Purchase Option:

The Customer may, at its option, elect to purchase the portion of the Company's street lighting system being used to serve the customer. The following guidelines will apply to any sale of the Company's street lighting facilities:

i. A customer desiring to purchase the street lighting system being used to serve it shall inform the Company in writing of such desire, and indicate which portion of that system it desires to purchase. The lights to be purchased must be contained in single contiguous geographic area, defined as being an area bounded on all sides by a public right of way and containing all area within those bounds. If the geographic area contains series lighting circuits, all the lights on those circuits must be purchased, even if such circuits extend outside the contiguous area.

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