PSC NO: 121 ELECTRICITY NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: 01/01/10 Leaf: 16 Revision: 7 Superseding Revision: 6

SERVICE CLASSIFICATION NO. 1 (Cont'd.)

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS:

Pursuant to General Information Section 25, Supply Service Options, of Schedule PSC No. 120, customers served under this Service Classification will choose from different electric rate choices offered by the Company as described below. NYSEG will offer a Retail Access rate choice and a Non-Retail Access rate choice.

The Retail Access choice is the ESCO Supply Service (ESS). The Non-Retail Access choice is the NYSEG Supply Service (NSS).

NYSEG will provide <u>Delivery Service</u> regardless of the customer's Supply Service Option.

1. ESCO Supply Service (ESS)

This Retail Access choice includes a Monthly Operation and Maintenance Charge for luminaires and other facilities, fixed charges for NYSEG delivery service, and a Transition Charge (Non-Bypassable Charge [NBC]). Supply Service will be provided by an Energy Services Company (ESCO). Customers tht elect ESS and receive a Consolidated Bill will not be subject to the Bill Issuance Charge.

Kilowatt-hour use will be determined in accordance with General Information Section 2, Determination of Demand and Energy Use.