Received: 04/05/2007 Status: CANCELLED Effective Date: 01/01/2008

PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: January 1, 2008

Leaf No. 154

Revision: 4

Superseding Revision: 3

SERVICE CLASSIFICATION NO. 3

APPLICABLE TO THE USE OF SERVICE FOR:

Primary Service for any customer with a demand of 25 kilowatts or more but less than 500 kilowatts.

CHARACTER OF SERVICE:

Continuous - Alternating Current, 60 Cycle; Primary (Distribution) Service at 2,400, 4,160, 4,800, 7,200, 8,320, 12,000, 12,470, 13,200, 34,500 (Regulated) Volts; Subtransmission Service at 34,500 or 46,000 (Both Non-Regulated) Volts; or 34,500 (Regulated) Volts for "Grandfathered Customers" only; (see Special Provisions (a)); Single or Three Phase. (Characteristics depend upon available circuits and equipment.)

ELECTRICITY SUPPLY PRICING OPTIONS AVAILABLE TO CUSTOMERS:

Pursuant to General Information Section 25, Pricing Options Effective January 1, 2008, customers served under this Service Classification will choose from two different electricity supply pricing options offered by the Company as described below.

NYSEG will provide <u>Delivery Service</u> <u>regardless of the customer's electricity supply pricing option.</u>

1. ESCO Price Option (EPO)

This electricity supply pricing option includes fixed charges for delivery service and a fixed Transition Charge (Non-Bypassable Charge [NBC]). Commodity service will be provided by an Energy Services Company (ESCO). Customers that elect EPO and receive a Consolidated Bill will not be subject to the Bill Issuance Charge.

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York