

PSC NO: 121 ELECTRICITY
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 01/01/07

Leaf: 60
Revision: 4
Superseding Revision: 2

SERVICE CLASSIFICATION NO. 3 (Cont'd.)

MERCHANT FUNCTION CHARGE:

The Merchant Function Charge reflects the administrative costs of obtaining electricity supply. Customers whose electricity is supplied by an ESCO are not charged for this service.

TERMS OF PAYMENT:

All bills are rendered at the above "unit prices" and that amount is due on bills paid on or before the past due date indicated on the bill. A late payment charge at the rate of one and one-half percent (1 1/2%) per month will be billed on all amounts not paid by that date. (Further details in Section 14 of the General Information section of this Schedule.)

TERM:

Five years from the initial rendering of service, including service previously rendered under contract, and thereafter until terminated on 120 day's written notice by either the Corporation or customer.

If the customer requests removal of a facility, the Monthly Charge the customer pays the Corporation will be reduced in accordance with the rates specified for each such facility removed, as of the removal date. However, the customer shall reimburse the Corporation the original cost, less accrued depreciation and net salvage (cost of removal less salvage) of such facility, as determined by the Corporation.

SPECIAL PROVISIONS:

- A. The customer shall determine and specify the number, size, type and location of luminaires and other facilities required to provide street lighting service initially to be served hereunder, and may at any time thereafter, upon reasonable written notice to the Corporation, request changes to such luminaires and/or facilities. Upon acceptance of the application, the Corporation will, within a reasonable time after receipt of written authorization from the customer, (a) furnish and install additional luminaires and other facilities provided, however, that the Corporation will not be obligated hereunder to install additional luminaires and other facilities 1) in locations where electric service may not be readily available, or 2) in a contiguous manner when additional luminaires or other facilities are not stocked by the Corporation, or (b) remove such luminaires or facilities designated by the customer. In the first situation, provision for the desired service may be made available under provisions of Section 13 of this Schedule.
- B. If, in the sole opinion of the Corporation, Corporation owned facilities become subject to vandalism, the customer shall be required to reimburse the Corporation for all maintenance costs incurred as a result of vandalism.

Issued in compliance with order in Case No. 05-E-1222 dated 08/23/06.

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