PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: January 1, 2007 Leaf No. 49 Revision: 1 Superseding Revision: 0

GENERAL INFORMATION

15. Power for Jobs:

Upon application and no less than 30 days' notice to the Corporation, a customer otherwise qualifying under Service Classification Nos. 2, 3 or 7, that has met the requirements of the New York State Economic Development Power Allocation Board ("EDPAB") and received an allocation of Power for Jobs ("PFJ") power from the New York Power Authority's ("NYPA") Board of Trustees, may purchase from the Corporation the allocated power. NYPA shall advise NYSEG of such allocation and provide to the Corporation a copy of the applicable signed allocation contract. The power allocation shall be defined as the customer's "NYPA Contract Demand". The Corporation will purchase the allocated power from NYPA for subsequent sale to the customer pursuant to the contract between the Corporation and NYPA for PFJ service.

NYPA shall provide no less than 30 days prior written notice to NYSEG for initial delivery of a PFJ allocation to each individual customer, changes in the amount of such allocations to an individual customer, and termination of any such allocation by NYPA, unless otherwise agreed upon.

The portion of the customer's demand and energy needs met by the delivered PFJ will be billed in accordance with Special Provision (d) - Economic Incentives, Sub-Section No. 7 - Power for Jobs, within Service Classification No. 7. The customer's power requirements in excess of the PFJ service will be billed at the Service Classification No. 7 rates applicable to the customer's voltage level. However, PFJ customers will be exempt from paying the System Benefit Charge or Renewable Portfolio Standard Charge on the NYPA portion of their energy, effective January 1, 2007.

For the purpose of identifying the portion of the customer's demand and energy supplied by NYPA, the capacity and energy provided by NYPA will be adjusted for losses from point of the Corporation wholesale purchase of NYPA power to the point of the sale to the customer.

Service under this provision will be available to customers pursuant to Chapter 316 of the Laws of 1997, as amended by Chapter 386 of the Laws of 1998, Chapter 63 of the Laws of 2000, Chapter 226 of the Laws of 2002, Chapter 59 of the Laws of 2004, Chapters 63 and 313 of the Laws of 2005 and Chapter 645 of the Laws of 2006, provided they meet established eligibility requirements.

Service under this provision is available to customers approved by EDPAB, subject to the partial or complete withdrawal of such allocation by NYPA or the EDPAB, in the event the customer fails to maintain mutually agreed upon terms of their contracts. Service under this provision will be available to qualified customers for the duration that such a power allocation, specifically designated for the purpose of the PFJ program, is made available through NYPA.

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

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