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PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: January 1, 2007

Leaf No. 75

Revision: 2

Superseding Revision: 1

GENERAL INFORMATION

- 16. General Retail Access: (Cont'd.)
 - D. Eligible Customer Participation: (Cont'd.)
 - 13. Retail Access Credit: (Cont'd.)
 - (b) <u>Capacity Component:</u> The RAC will also contain a component for the value of Unforced Capacity (UCAP), defined as the market-clearing price of capacity in \$/kWh as determined from the NYISO's monthly capacity auction price. The Capacity Component will be revised in accordance with each monthly UCAP auction held by the NYISO. The capacity price will also include UCAP Reserves and will then be adjusted for UCAP Losses.
 - (c) Additional Component:
 - i. Each EOSA customer will receive an additional credit in the amount of \$0.001 per kWh.

The Energy Component and Capacity Component [(a) and (b) above] will be combined to appear as a single line item credit on each customer bill. The Additional Component [(c) above] will also appear as a separate single line item credit on each customer bill.

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

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