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PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: January 1, 2007

Leaf No. 163

Revision: 2

Superseding Revision: 1

SERVICE CLASSIFICATION NO. 3 (Continued)

SPECIAL PROVISIONS:

(a) Primary Discounts:

This provision is no longer available to additional customers on or after January 1, 2007.

The above subtransmission rates reflect a discount for a customer who furnishes and maintains the necessary substation and purchases energy at 34,500 or 46,000 (both Non-Regulated) Volts.

Customers receiving service prior to February 15, 2000 ("Grandfathered Customers"), will receive the stated Primary Discounts when the customer furnishes and maintains the necessary substation and purchases energy at 34,500 (Regulated).

(b) Budget Billing:

Customers may, by signing an application, be billed monthly in accordance with the plan set forth in Section 4-0 of P.S.C. No. 119 - Electricity or superseding issues thereof.

(c) Submetering:

Submetering may be available according to certain conditions as explained in the general information leaves of this schedule, Section 2. Submetering.

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