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PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: January 1, 2007

Leaf No. 213

Revision: 3

Superseding Revision: 0

SERVICE CLASSIFICATION NO. 7 (Continued)

RATE CHOICES AVAILABLE TO CUSTOMERS (CONT'D.):

1. ESCO Price Option (EPO) (Cont'd.)

<u>Transition Charge (Non-Bypassable Charge [NBC])</u>:

All customers served under this Service Classification will be required to pay a Transition Charge, also known as the Non-Bypassable Charge [NBC] as further described in General Information Section 25.B., with the following exception:

The Transition Charge will <u>not</u> apply to all Power For Jobs (PFJ) customer allocations. The application of the Transition Charge to Economic Development Power (EDP) deliveries will be as specified in General Information Section 10, Economic Development Power.

A Transition Charge (NBC) Statement setting forth the monthly Transition Charge (NBC) will be filed with the Public Service Commission on not less than three (3) days' notice from the effective date of the revised charge for the first day of the billing cycle each month. Such statement can be found at the end of this Schedule (PSC 120 - Electricity).

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