PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: November 1, 2006 Leaf No. 117.15 Revision: 1 Superseding Revision: 0

GENERAL INFORMATION

25. Pricing Options effective January 1, 2007: (cont'd.)

G. Enrollment: (cont'd.)

1. Methods for Enrollment (cont'd.)

A NYSEG customer enrolling in Retail Access during an Enrollment Period is required to provide an affirmation to its ESCO in substantially the same format as follows:

I understand that as a Customer of NYSEG, participating in Retail Access, I have the right to choose my commodity delivery options. I authorize the supplier providing service to me to convey my delivery option selection to NYSEG.

2. Customer Confirmation and Changes before Enrollment Deadline, for the Commodity Option Period:

After a customer's rate enrollment is processed by NYSEG, the Company will send a letter to the customer to confirm the customer's selection. If, upon receipt of this enrollment confirmation, the customer discovers an error in the enrollment, or desires to choose a different rate option, that customer should contact either its ESCO (if customer is participating in Retail Access) or NYSEG to correct the error or select a different rate option. Changes will be accepted until 7:00 p.m. on December 29, 2006 for the initial Commodity Option Period and, if applicable, until 12:00 p.m. on December 31, 2007 for the second Commodity Option Period. After receipt of this confirmation letter, if the customer does not contact NYSEG with a correction, the customer will be enrolled in the rate option as stated in the confirmation letter.

In order for NYSEG to send a confirmation letter to customers being enrolled in a retail access rate option, Suppliers should contact NYSEG with such rate option selection within 7 days, but no later than 7:00 p.m. on December 29, 2006 for the initial Commodity Option Period and, if applicable, 12:00 p.m. on December 31, 2007 for the second Commodity Option Period, of a retail access enrollment.

H. Default Process at the Close of the Enrollment Period:

1. Default when no enrollment option has been selected during the Enrollment Period:

a) Retail Access Defaults:

A retail access customer for whom NYSEG has not received an enrollment option will default to the rate option the customer was on as of the last day of the Enrollment Period, as follows:

A retail access customer who is taking service at the ESCO Price Option (EPO) as of the last day of the Enrollment Period will default to EPO beginning on the following January 1, the start of the one-year Commodity Option Period.

Similarly, a retail access customer who is taking service at the ESCO Option with Supply Adjustment (EOSA) as of the last day of the Enrollment Period will default to EOSA beginning on the following January 1, the start of the one-year Commodity Option Period.

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