

PSC NO: 121 ELECTRICITY
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 01/01/08

Leaf: 23
Revision: 5
Superseding Revision: 3

SERVICE CLASSIFICATION NO. 1 (Cont'd.)

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS: (CONT'D.)

3. NYSEG Default Supply Option (DSO) (Cont'd.)

Commodity Service

The charge for Electric Power Supply provided by NYSEG will fluctuate each month as further described in PSC No. 120 General Information Section 25.I.C., Calculation of the Commodity Charge.

In the event that NYSEG determines that it will incur an estimated gain or loss because purchases for DSO customers were made in the real-time market at prices differing from those in the day-ahead market, NYSEG will credit or recover the full amount of the estimated gain or loss through the non-bypassable charge from DSO customers.

Issued in compliance with order in Case No. 07-E-0479 dated 08/29/07.

Issued by: James A. Lahtinen, Vice President - Rates & Regulatory Economics, Binghamton, NY