PSC No: 120 - Electricity New York State Electric and Gas Corporation Initial Effective Date: January 1, 2008 Leaf No. 159.2 Revision: 0 Superseding Revision:

SERVICE CLASSIFICATION NO. 3 (Continued)

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

4. Hourly Pricing – Mandatory and Voluntary (Cont'd.)

DETERMINATION OF DEMAND:

Customers taking service under this Special Provision will pay a demand charge calculated as described in Service Classification No. 7, Determination of Demand section.

METERING AND COMMUNICATION REQUIREMENTS:

1. All customers subject to this special provision are required to have interval metering and remote meter reading capability. Such customers will be responsible for the following:

- a. the costs of providing remote meter reading capability through dedicated telecommunications to and from the meter; and
- b. the dedicated telecommunications shall be a land-line connection unless the customer is directed by the Company that a cellular connection is required, and
- c. all costs associated with the installation, operation and maintenance of the telecommunications line, including but not limited to, all telecommunications service bills. If the Company is unable to read the meter through a customer provided connection, and NYSEG has determined that the problem is not caused by the Company's equipment, the customer shall be responsible for resolution of the problem. The customer shall also be responsible for reimbursement of NYSEG expenses incurred for visits to the meter location to ascertain the cause of the problem, including reimbursing the Company for any expenses the Company incurs, such as, but not limited to, the cost to provide a manual meter read.

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

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