PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: October 1, 2007

Leaf No. 161

Revision: 5

Superseding Revision: 3

SERVICE CLASSIFICATION NO. 3 (Continued)

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

SURCHARGE TO COLLECT SYSTEM BENEFITS CHARGE ("SBC"):

A surcharge of $.0015 per kWh will be added to each customer bill for service under this Service Classification to collect the System Benefits Charge (as explained in this Schedule, General Information Section 4). This charge will be effective with usage beginning July 1, 2006.

RENEWABLE PORTFOLIO STANDARD CHARGE ("RPS"):

A surcharge of $.0005 per kWh will be added to each customer bill for service under this Service Classification to collect the Renewable Portfolio Standard (as explained in this Schedule, General Information Section 5). This charge will be effective with usage beginning October 1, 2007.

COMPETITIVE METERING OPTION:

Qualified Customers who select the Competitive Metering Option must comply with the requirements specified in PSC 119 - Electricity and specified in General Information Section 14 of this Schedule, and will not be charged the Meter Ownership, Meter Services, and Meter Data Service Charges.

METER OWNED BY CUSTOMER, INSTALLED AND MAINTAINED BY THE CORPORATION

Customers electing to own their own meters, as described in Section 3.A.2 of PSC 119 - Electricity, will not be charged the Meter Ownership Charge. This provision is separate and distinct from Competitive Metering.

INCREASE IN RATES AND CHARGES:

The rates and charges under this Service Classification, including minimum charges, will be increased by a surcharge pursuant to Section 6 of PSC No. 120 to reflect the tax rates applicable within the municipality where the customer takes service.

Issued in compliance with Order in Case 03-E-0188 dated 09/24/04.

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