PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: February 1, 2006 Leaf No. 197 Revision: 7 Superseding Revision: 5

SERVICE CLASSIFICATION NO. 5 (Continued)

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

A surcharge of \$.0014 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 January 1, 2005.

RENEWABLE PORTFOLIO STANDARD CHARGE ("RPS"):

A surcharge of \$.0002 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, 2005 and will be amended each October 1st.

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.

MINIMUM CHARGES:

Minimum monthly charge shall be the Monthly Luminaire Charge computed under the above rate.

In the event service is terminated at the customer's request, prior to completion of the initial term for that customer as specified below, the customer shall be obligated to pay the minimum monthly charge for each of the remaining months of the unexpired initial term plus any balance due on service rendered to the time of termination.

ALLOWANCE FOR LAMP OUTAGES:

If a lamp is out for more than three business days (Monday through Friday) after a notice of such outage has been given the Corporation by the customer, a pro rata adjustment of the lamp charge shall be allowed.

TERMS OF PAYMENT:

All bills are rendered at the above "unit prices" and that amount is due on bills paid on or before the "past due" date indicated on the bill. A late payment charge at the rate of one and one-half percent (1 1/2%) per month will be billed on all amounts not paid by that date. (Further, details in Section 4 of P.S.C. No. 119 - Electricity or superseding issues thereof.)

TERM:

- (a) Luminaire-only-service supplied overhead, shall be 24 months and thereafter until terminated by five days' written notice.
- (b) All other luminaire service with additional facilities (other than just bracket) shall be sixty months and thereafter until terminated by five days' written notice.

Issued in compliance with order in Case Nos. 05-E-0876 and 05-G-0878 dated 12/23/2005. ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York