PSC No: 120 - Electricity   Leaf No. 128
New York State Electric and Gas Corporation   Revision: 3
Initial Effective Date: March 1, 2006   Superseding Revision: 0

SERVICE CLASSIFICATION NO. 2

APPLICABLE TO THE USE OF SERVICE FOR:

General Services - with Demand Billing. (For estimated metered demands of more than 5 kilowatts but less than 500 kilowatts.)

CHARACTER OF SERVICE:

Continuous - Alternating Current, 60 Cycle; 120, 120/208, 120/240, 208, 240, 240/416, 277/480 or 480 Volts - Single or Three Phase. (Also Two Phase in Walden District.) (Characteristics depend upon available circuits and equipment.)

RATE CHOICES AVAILABLE TO CUSTOMERS:

Pursuant to NYSEG's Electric Rate Plan and Customer Advantage Program, General Information Section 12 of this Schedule, customers served under this Service Classification will choose from four different electric rate choices offered by the Company as described below. NYSEG will offer two Retail Access rate choices and two Non-Retail Access rate choices.

The two Retail Access choices (1 and 2 below) consist of the ESCO Price Option (EPO), and the ESCO Option with Supply Adjustment (EOSA). The two Non-Retail Access choices (3 and 4 below) include the NYSEG Fixed Price Option (FPO) and the NYSEG Variable Price Option (VPO).

NYSEG will provide <u>Delivery Service</u> <u>only</u> for the two Retail Access choices. Commodity Service will be provided by an Energy Services Company (ESCO).

1. ESCO Price Option (EPO)

This Retail Access choice includes fixed charges for NYSEG delivery service and a fluctuating Transition Charge (Non-Bypassable Charge ["NBC"]).

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Cancelled by supplement No. 8 effective 08/25/2006
Suspended to 12/27/2006 by order in Case 05-E-1222. See Supplement No. 7. The supplement filing date was 06/21/2006
Suspended to 06/27/2006 by order in Case 05-E-1222. See Supplement No. 5. The supplement filing date was 02/02/2006