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PSC No: 120 - Electricity

New York State Electric and Gas Corporation

Revision: 3

Initial Effective Date: March 1, 2006

Superseding Revision: 0

SERVICE CLASSIFICATION NO. 8 (Continued)

RATE CHOICES AVAILABLE TO CUSTOMERS: (Cont'd.)

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"]).

RATE: (Per Meter, Per Month)

Delivery Service:

	Effective Date 01/01/07
Customer Charge	\$14.29
Bill Issuance Charge	\$0.94
Energy Charge (All kilowatt-hours, per kilowatt-hour)	
"Day" Service	\$0.0492
"Night" Service	\$0.0100

<u>Transition Charge (Non-Bypassable Charge ["NBC"])</u>:

All customers served under this Service Classification, taking service under the ESCO Price Option (EPO) rate or the NYSEG Variable Price Option (VPO) rate (see Rate Choice No. 4) will be required to pay a Transition Charge (also known as the Non-Bypassable Charge [NBC] in the Electric Rate Plan), as further described in General Information Section 12.B.

A Transition Charge (NBC) Statement setting forth the monthly Transition Charge (NBC) will be filed with the Public Service Commission on not less than three (3) days' notice from the effective date of the revised charge for the first day of the billing cycle each month. Such statement can be found at the end of this Schedule (PSC 120 - Electricity).

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