Received: 11/18/2005 Status: CANCELLED Effective Date: 12/27/2006

PSC No: 120 - Electricity

New York State Electric and Gas Corporation

Initial Effective Date: March 1, 2006

Leaf No. 219

Revision: 3

Superseding Revision: 0

SERVICE CLASSIFICATION NO. 7 (Continued)

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

4. NYSEG Variable Price Option (VPO)

This Non-Retail Access choice includes fixed charges for NYSEG delivery service, a fluctuating Transition Charge (Non-Bypassable Charge ["NBC"]), a commodity charge for electricity supplied by NYSEG that fluctuates with the market price of electricity, and a merchant function charge.

RATE: (Per Meter, Per Month)

Delivery Service:

Voltage Effective Date 01/01/07	Secondary	Primary		
	S.C. 7-1 Distribution	S.C. 7-2 Distribution	S.C. 7-3 Sub-transmission	S.C. 7-4 Transmission
Customer Charge	\$35.59	\$198.29	\$307.24	\$834.63
Bill Issuance Charge	\$0.94	\$0.94	\$0.94	\$0.94
Meter Ownership Charge	\$2.68	\$3.73	\$4.50	\$5.03
Meter Service Charge	\$2.95	\$3.61	\$3.88	\$4.89
Meter Data Service Charge (Meter Reading)	\$2.84	\$3.43	\$3.44	\$4.51
Demand Charge All kilowatts, per kW On-Peak Service Off-Peak Service	\$7.68 n/a	\$6.05 n/a	\$2.54 n/a	\$1.91 n/a
Energy Charge All kilowatt-hours, per kWh On-Peak Service Off-Peak Service	\$0.00978 \$0.00978	\$0.00883 \$0.00883	\$0.00585 \$0.00585	\$0.00560 \$0.00560
Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour	\$0,00095	\$0.00095	\$0.00095	\$0.00095
Merchant Function Charge All kilowatt-hours, per kWh	\$0.0013	\$0.0005	\$0,0005	\$0.0005

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