

PSC No: 120 - Electricity
New York State Electric and Gas Corporation
Initial Effective Date: January 1, 2005

Leaf No. 318
Revision: 1
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 14 (Continued)

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

A System Benefits Charge (as explained in this Schedule, General Information Section 4) of \$.0014 per kWh will be added to each Energy Charge on the customers' bills, as set forth in, and as permitted by, the individual Service Agreement, under this Service Classification. This charge will be effective with usage beginning January 1, 2005.

COMPETITIVE METERING OPTION:

For Service Agreements negotiated after March 1, 2001, NYSEG will not require as a condition of contract, that a customer obtain its electric metering services from NYSEG. A customer whose Service Agreement allows and who otherwise qualifies for NYSEG's Competitive Metering Option pursuant to General Information Section 14 of this Schedule, will receive a Competitive Metering Credit consistent with their otherwise applicable Service Classification.

C.A.\$.H.BACK SPECIAL PROVISION

The Company will provide a voluntary program for load normally supplied and delivered by NYSEG, for eligible customers to curtail load. NYSEG's program, entitled C.A.\$.H.BACK, implements the NYISO's day-ahead economic load-curtailement program. Under this program, a customer agrees to curtail load when their bid is submitted and accepted by the NYISO.

Customers who are qualified under C.A.\$.H.BACK in Section 21 of the General Information section of this Schedule may participate in the NYSEG C.A.\$.H.BACK Program as set forth therein.

INCREASE IN RATES AND CHARGES:

The rates and charges under this service classification will be increased by a surcharge pursuant to Section 6 of P.S.C. No. 120 to reflect the tax rates applicable within the municipality where the customer takes service.

TERMS OF PAYMENT:

All bills are rendered at the above rates 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 per month specified in the Service Agreement will be billed on all amounts not paid by that date.

TERM:

The initial term of service shall be a minimum of three years and not to exceed seven years, but may include provision for renegotiation under guidelines established by the Public Service Commission.

Issued in compliance with Order in Case 94-E-0952 dated 01/26/01.

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