PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: October 1, 2004 Leaf No. 124 Revision: 2 Superseding Revision: 1

SERVICE CLASSIFICATION NO. 1 (Continued)

SPECIAL PROVISIONS:

(a) Seasonal Service:

This special provision is applicable only to customers served under the NYSEG Fixed Price (BRO) rate or the NYSEG Fixed Price with Supply Credit (BRO w/RAC) rate.

Upon request, customers who, during a period of six or more consecutive months, make only occasional (compared to the balance of the year) or no use of electric service at their premises may have their service maintained throughout the period, not to exceed eight months, and will be billed for the kilowatt-hours consumed during this period at the unit price per kWh of:

| | Effective Date* | | | | |
|--------------------|-----------------|----------|----------|----------|----------|
| | 01/01/03 | 04/01/03 | 10/01/03 | 04/01/04 | 10/01/04 |
| Unit Price per kWh | \$0.1030 | \$0.1121 | \$0.1096 | \$0.1117 | \$0.1083 |

The total bill, however, for the year shall in no case be less than:

Effective 01/01/03 - Total bill not less than \$144.00

* The rate for NYSEG's Fixed Price (BRO) may be revised every six months on April 1 and October 1 of each year to reflect increases in the cost of providing fixed commodity service. The revised rate will be calculated using the methodology approved by the Commission in Case 01-E-0359 for calculating the commodity portion of BRO prices. Such revised rate will be utilized only if greater than the initial BRO rate effective January 1, 2003. However, the revised rate will be applicable only to a customer who chooses or is placed on the NYSEG Fixed Price (BRO) rate or the NYSEG Fixed Price with Supply Credit (BRO w/RAC) rate, on or after the effective date of the revision. The revised rate remains in effect for such customers through December 31, 2004, regardless of whether the customer chooses the BRO rate or BRO w/ RAC rate.

NYSEG will file such revised BRO rates with the Public Service Commission not less than three days prior to the effective date of the revised rate.

(b) Multiple Dwellings:

Two or more individual flats, apartments or dwelling units presently supplied service through one meter may be billed under this service classification.

Issued in compliance with Orders in Case 01-E-0359 dated February 27 and November 22, 2002.

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