PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: October 1, 2004 Leaf No. 175 Revision: 2 Superseding Revision: 1

SERVICE CLASSIFICATION NO. 3 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

- (h) Industrial/High Load Factor Rate Provision: (Cont'd.)
 - (4) Rate for Qualified High Load Factor Service: (Cont'd.)
 - (b) NYSEG Fixed Price with Supply Credit (BRO w/RAC) or NYSEG Fixed Price (BRO) Rates for <u>Bundled Service</u> under the High Load Factor Special Provision are as follows:

RATE: (Per Meter/Per Month)

SUBTRANSMISSION VOLTAGE	Effective Date*				
	01/01/03	04/01/03	10/01/03	04/01/04	10/01/04
Customer Charge	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
Demand Charge (All kilowatts, per kilowatt)	\$1.74	\$1.74	\$1.74	\$1.74	\$1.74
Energy Charge (All kilowatt-hours, per kilowatt-hour)					
Up to and including 200 hours use of metered demand	\$0.06986	\$0.08118	\$0.07587	\$0.08140	\$0.07799
Over 200 hours use and up to and including 350 hours use of metered demand	\$0.06955	\$0.08087	\$0.07556	\$0.08109	\$0.07768
Over 350 hours use of metered demand	\$0.06927	\$0.08059	\$0.07528	\$0.08081	\$0.07740
Reactive Charge Reactive kilowolt-ampere hours per billing reactive kilovolt-ampere hour	\$0.00095	\$0.00095	\$0.00095	\$0.00095	\$0.00095

* 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.

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