PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: February 1, 2004 Leaf No. 294.3 Revision: 0 Superseding Revision:

SERVICE CLASSIFICATION NO. 11 (Continued)

SPECIAL PROVISIONS (CONT'D.)

(d) Previous SC 11 Tariff

This provision contains the standby service rates, terms and conditions for existing customers as defined in Section 2 above, billed under Service Classification No. 11 standby service rates prior to February 1, 2004. The rates, terms and conditions in this provision will only apply, to the extent required, to existing customers who choose the "Optional Standby Service Rate Phase-in is Applicable to" option.

DEFINITIONS:

SUPPLEMENTAL SERVICE: Electric capacity and energy supplied by the Company on a regular basis *to supplement* the customer's power requirement in addition to that ordinarily supplied by the on-site non-utility generation facilities. All customers taking Supplemental Service shall be billed at the appropriate voltage level rate under Service Classification No. 7.

BACK-UP SERVICE: Electric capacity and energy supplied by the Company during an **unscheduled** outage of the customer's source of on-site non-utility generation *to replace* power ordinarily generated by the on-site non-utility generation facilities. Customers taking backup service shall notify the Company within forty-eight hours after the initiation of each outage of the customer's source of on-site non-utility generation.

MAINTENANCE SERVICE: Electric capacity and energy supplied by the Company during a **scheduled** outage of the customer's source of on-site non-utility generation to replace power ordinarily generated by the on-site non-utility generation facilities. Maintenance service will be provided for outages:

a) scheduled with the Company pursuant to a power purchase agreement between the Corporation and the customer; or

b) scheduled with the Company thirty (30) days in advance. Maintenance service will not be permitted during the months of December, January, July, and August during On-Peak hours. During other periods, the Company will not unreasonably withhold approval of maintenance.

AVAILABILITY AND TYPES OF SERVICE:

Service under this Service Classification is available to any qualifying customer in NYSEG's service territory. Supplemental, Backup and/or Maintenance power will be provided to the customer and/or the customer's source of on-site non-utility generation. The customer may elect to 1) take all service under this Service Classification, 2) take all service under another firm Service Classification for which the customer is eligible, or 3) segregate its total power requirement into portions so that a portion is served under this Service Classification, while the other is served under another appropriate firm Service Classification for which the customer is eligible.

Prior to receiving service under this Service Classification, appropriate agreement(s) in the form(s) of those on file with the Commission must be signed by the customer and accepted by the Company.

Issued in compliance with orders in Case No. 02-E-0779 dated 07/30/03 and Case No. 03-E-1552 dated 11/28/03

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