PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: October 30, 2005 Leaf No. 298 Revision: 7 Superseding Revision: 4

## SERVICE CLASSIFICATION NO. 12 (Continued)

## RATE CHOICES AVAILABLE TO CUSTOMERS: (Cont'd.)

b) <u>Capacity Component</u>: The RAC also includes a component for the value of Unforced Capacity (UCAP), defined as the market-clearing price of capacity in \$/kWh as determined from the NYISO's monthly capacity auction price. The Capacity Component will be revised in accordance with each monthly UCAP auction held by the NYISO. The capacity price will also include UCAP Reserves, and will then be adjusted for UCAP Losses.

c) Additional Component: An additional credit ("Adder") in the amount of \$0.005 per kWh.

The Energy Component and Capacity Component [(a) and (b) above] will be combined to appear as a single line item credit on each customer bill. The Additional Component [(c) above] will also appear as a separate single line item credit on each customer bill.

NYSEG will provide <u>Delivery and Commodity Service</u> for the two Non-Retail Access choices.

## 3. NYSEG Fixed Price Option (FPO)

This Non-Retail Access choice includes fixed delivery charges, a fixed Transition Charge (Non-Bypassable Charge [NBC]), and a fixed commodity charge for electricity supplied by NYSEG.

	Effective Date*		
	01/01/05	04/01/05	10/01/05
Delivery Charges			
Customer Charge	\$28.00	\$28.00	\$28.00
Energy Charge			
(All kilowatt-hours, per kilowatt-hour)			
On-Peak Service	\$0.0838	\$0.0838	\$0.0838
Mid-Peak Service	\$0.0395	\$0.0395	\$0.0395
Off-Peak Service	\$0.0100	\$0.0100	\$0.0100
Transition Charge			
(All kilowatt-hours, per kilowatt-hour)	\$0.0045	\$0.0015	(\$0.0130)
Sur-Credit			
Applicable 9/1/06-12/31/06	(\$0.0050)	(\$0.0050)	(\$0.0050)
(All kilowatt-hours, per kilowatt-hour)			
Commodity Charge			
(All kilowatt-hours, per kilowatt-hour)			
On-Peak Service	\$0.0761	\$0.0834	\$0.1165
Mid-Peak Service	\$0.0719	\$0.0815	\$0.1143
Off-Peak Service	\$0.0594	\$0.0594	\$0.0748

RATE: (Per Meter, Per Month)

\* The rate for NYSEG's Fixed Price Option (FPO) 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 FPO prices. Such revised rate will be utilized only if greater than the initial FPO rate effective January 1, 2005. However, the revised rate will be applicable only to a customer who chooses or is placed on the NYSEG Fixed Price Option (FPO) rate or the ESCO Option with Supply Adjustment (EOSA) rate, on or after the effective date of the revision. The revised rate remains in effect for such customers through December 31, 2006, regardless of whether the customer chooses the FPO rate or EOSA rate.

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