PSC NO: 1 ELECTRICITY COMPANY: BATH ELECTRIC, GAS & WATER SYSTEMS INITIAL EFFECTIVE DATE: 10/01/05 Issued in compliance with order in Case #05-E-0553 dated 09/23/2005.

LEAF: 9 REVISION: 3 SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION NO. 3 (CON'T) General Service - Demand Metered

FACTOR OF ADJUSTMENT:

The factor of adjustment pursuant to Rule IX.D of the NYMPA generic tariff is 1.064353.

DETERMINATION OF DEMAND:

The demand shall be determined by a demand meter of standard type, furnished and maintained by the Company. Such demand shall be the maximum 15 minute integrated demand during the month. The demand, as determined, shall be taken to the nearest one-half kilowatt. For billing purposes, the monthly demand shall be the recorded demand or 50% of the maximum recorded demand established during the preceding 12 months, which ever is greater, but not less than 20 KW.

SPECIAL PROVISIONS:

- A. When the installation includes welders, X-rays, or other apparatus having a highly fluctuating or large instantaneous demand, the customer shall provide batteries, rotating equipment or other corrective equipment to reduce the inrush current to an amount acceptable to the Company.
- B. Whenever the demand has exceeded 75 KW in each of three consecutive monthly billing periods, the customer will be transferred to Service Classification No. 4 as of the following billing period.

Issued by: Matthew C. Benesh, Director of Municipal Utilities, 7-11 South Ave, Bath, NY 14810