Received: 09/30/2005 Status: CANCELLED Effective Date: 08/27/2006

PSC No: 120 - Electricity

New York State Electric and Gas Corporation

Revision: 1

Initial Effective Date: October 30, 2005

Leaf No. 219

Revision: 1

Superseding Revision: 0

SERVICE CLASSIFICATION NO. 7 (Continued)

RATE CHOICES AVAILABLE TO CUSTOMERS: (CONT'D.)

4. NYSEG Variable Price Option (VPO)

This Non-Retail Access choice includes a fixed component for NYSEG delivery service, a fluctuating Transition Charge (Non-Bypassable Charge ["NBC"]) and a commodity charge for electricity supplied by NYSEG which fluctuates with the market price of electricity.

RATE: (Per Meter, Per Month)

Delivery Service:

Voltage	Secondary	Primary		
	S.C. 7-1 Distribution	S.C. 7-2 Distribution	S.C. 7-3 Sub-transmission	S.C. 7-4 Transmission
Customer Charge	\$16.00	\$75.00	\$300.00	\$850.00
Demand Charge All kilowatts, per kW On-Peak Service Off-Peak Service	\$9.15 n/a	\$7.67 n/a	\$4.08 n/a	\$1.73 n/a
Energy Charge All kilowatt-hours, per kWh On-Peak Service Off-Peak Service	\$0.00483 \$0.00483	\$0.00454 \$0.00454	\$0.00425 \$0.00425	\$0.00400 \$0.00400
Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour	\$0.00095	\$0.00095	\$0.00095	\$0.00095

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