

PSC No: 120 - Electricity
New York State Electric & Gas Corporation
Initial Effective Date: October 30, 2005

Leaf No. 139
Revision: 7
Superseding Revision: 4

SERVICE CLASSIFICATION NO. 2 (Continued)

SPECIAL PROVISIONS: (Cont'd)

- (f) Economic Incentives: (Cont'd)
(3) Economic Development Zone Incentive: (Cont'd.)

The qualified incented load will be billed at the following applicable FPO, VPO, or EPO rates:

NYSEG Fixed Price Option (FPO)*:

| | Effective Date* | | |
|-----------------------------------------------------------------------------------------------------|-----------------|------------|------------|
| | 01/01/05 | 04/01/05 | 10/01/05 |
| Delivery Charges | | | |
| Customer Charge | \$6.68 | \$6.68 | \$6.68 |
| Demand Charge (All kilowatts, per kilowatt) | \$6.11 | \$6.11 | \$6.11 |
| Energy Charge (All kilowatt-hours, per kilowatt-hour) | | | |
| Up to and including 200 hours use of metered demand | \$0.00676 | \$0.00676 | \$0.00676 |
| Over 200 hours use and up to and including 350 hours use of metered demand | \$0.00609 | \$0.00609 | \$0.00609 |
| Over 350 hours use of metered demand | \$0.00487 | \$0.00487 | \$0.00487 |
| Transition Charge (All kilowatt-hours, per kilowatt-hour) | \$0.01540 | \$0.01359 | \$0.00385 |
| Sur-Credit Applicable 9/1/06-12/31/06 (All kilowatt-hours, per kilowatt-hour) | (\$0.0050) | (\$0.0050) | (\$0.0050) |
| Commodity Charge (All kilowatt-hours, per kilowatt-hour) | \$0.07110 | \$0.07811 | \$0.10614 |
| Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour | \$0.00095 | \$0.00095 | \$0.00095 |

* These rates may be revised every six months on April 1 and October 1 of each year, as explained in Rate Choices Available to Customers, NYSEG Fixed Price Option (FPO), in this Service Classification.

NYSEG Variable Price Option (VPO) or ESCO Price Option (EPO):

| | |
|-----------------------------------------------------------------------------------------------------|-----------|
| Customer Charge | \$ 6.68 |
| Demand Charge (All kilowatts, per kilowatt) | \$ 6.11 |
| Energy Charge (All kilowatt-hours, per kilowatt-hour) | |
| Up to and including 200 hours use of metered demand | \$0.00676 |
| Over 200 hours use and up to and including 350 hours use of metered demand | \$0.00609 |
| Over 350 hours use of metered demand | \$0.00487 |
| Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour | \$0.00095 |

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