PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: September 1, 2010 Leaf No. 161 Revision: 11 Superseding Revision: 10

SERVICE CLASSIFICATION NO. 3 (Continued)

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

SURCHARGE TO COLLECT SYSTEM BENEFITS CHARGE ("SBC"):

A surcharge will be added to each customer bill for service under this Service Classification to collect the System Benefits Charge (as explained in this Schedule, General Information Section 4). See SBC Statement.

RENEWABLE PORTFOLIO STANDARD CHARGE ("RPS"):

A surcharge will be added to each customer bill for service under this Service Classification to collect the Renewable Portfolio Standard (as explained in this Schedule, General Information Section 5). See RPS Statement.

SURCHARGE TO COLLECT TEMPORARY STATE ASSESSMENT ("TSAS"):

A surcharge will be added to each customer bill for service under this Service Classification to collect the Temporary State Assessment (as explained in this Schedule, General Information Section 28). See TSAS Statement.

ELECTRIC DELIVERY AND RELIABILITY SURCHARGE MECHANISM ("EDR"):

A surcharge will be added to each customer bill for service under this Service Classification to collect the Electric Delivery and Reliability Surcharge (as explained in this Schedule, General Information Section 11). See EDR Statement.

COMPETITIVE METERING OPTION:

Qualified Customers who select the Competitive Metering Option must comply with the requirements specified in PSC 119 - Electricity and specified in General Information Section 14 of this Schedule, and will not be charged the Meter Ownership, Meter Services, and Meter Data Service Charges.

METER OWNED BY CUSTOMER, INSTALLED AND MAINTAINED BY THE CORPORATION

Customers electing to own their own meters, as described in Section 3.A.2 of PSC 119 - Electricity, will not be charged the Meter Ownership Charge. This provision is separate and distinct from Competitive Metering.

INCREASE IN RATES AND CHARGES:

The rates and charges under this Service Classification, including minimum charges, will be increased by a surcharge pursuant to Section 6 of PSC No. 120 to reflect the tax rates applicable within the municipality where the customer takes service.

Issued in compliance with order in Case 09-E-0310 dated 07/27/09.

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