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PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: January 1, 2007

Leaf No. 118

Revision: 2

Superseding Revision: 0

SERVICE CLASSIFICATION NO. 1

APPLICABLE TO THE USE OF SERVICE FOR:

Residential Customers in individual private dwellings, flats or apartments, and Religious Customers utilizing service exclusively in connection with religious purposes by a corporation or association organized and conducted in good faith for religious purposes. Applicable also to use exclusively in connection with a community residence for the mentally disabled, as defined in subdivision 28, 28-a, or 28-b of section 1.03 of the mental hygiene law, provided that such residence is operated by a not-for-profit corporation and, if supervisory staff is on site 24 hours a day, that the residence provides living accommodations for 14 or fewer residents. Also applicable to any not-for-profit corporation that is a veterans' organization that owns or leases a post or hall.

CHARACTER OF SERVICE:

Residential Customers:

Continuous - Alternating Current, 60 Cycle; 120, 120/208, or 120/240 Volts - Single Phase. (Characteristics depend upon available circuits.)

Religious, Veterans' Organizations, and Community Residence Supportive Living Facility Customers:

Continuous - Alternating current, 60 cycle; Single or Three Phase. (Characteristics depend upon available circuits and equipment.)

RATE CHOICES AVAILABLE TO CUSTOMERS:

Pursuant to General Information Section 25, Pricing Options Effective January 1, 2007, customers served under this Service Classification will choose from four different electric rate choices offered by the Company as described below. NYSEG will offer two Retail Access rate choices and two Non-Retail Access rate choices.

The two Retail Access choices (1 and 2 below) consist of the ESCO Price Option (EPO) and the ESCO Option with Supply Adjustment (EOSA). The two Non-Retail Access choices (3 and 4 below) include the NYSEG Fixed Price Option (FPO) and the NYSEG Default Supply Option (DSO).

NYSEG will provide <u>Delivery Service only</u> for the two Retail Access choices. Commodity Service will be provided by an Energy Services Company (ESCO).

Issued in compliance with order in Case No. 05-E-1222 dated 08/23/06.

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