

PSC No: 120 - Electricity
New York State Electric & Gas Corporation
Initial Effective Date: January 1, 2007

Leaf No. 159
Revision: 3
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 3 (Continued)

RATE CHOICES AVAILABLE TO CUSTOMERS: (CONT'D.)**4. NYSEG Variable Price Option (VPO)**

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

RATE: (Per Meter, Per Month)

Delivery Service:

Effective Date 01/01/07	Primary Voltage	Subtransmission Voltage
Customer Charge	\$50.50	\$189.67
Bill Issuance Charge	\$0.89	\$0.89
Meter Ownership Charge	\$3.40	\$2.85
Meter Service Charge	\$3.86	\$3.30
Meter Data Service Charge (Meter Reading)	\$1.35	\$3.29
Demand Charge (All kilowatts, per kilowatt)	\$4.60	\$3.75
Energy Charge (All kilowatt-hours, per kilowatt-hour)	\$0.00409	\$0.00265
Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour	\$0.00095	\$0.00095

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