PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: January 1, 2007 Leaf No. 204 Revision: 3 Superseding Revision: 0

SERVICE CLASSIFICATION NO. 6 (Continued)

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

1. ESCO Price Option (EPO) (Cont'd.)

Transition Charge (Non-Bypassable Charge [NBC]):

All customers served under this Service Classification will be required to pay a Transition Charge, also known as the Non-Bypassable Charge [NBC], as further described in General Information Section 25.B.

A Transition Charge (NBC) Statement setting forth the monthly Transition Charge (NBC) will be filed with the Public Service Commission on not less than three (3) days' notice from the effective date of the revised charge for the first day of the billing cycle each month. Such statement can be found at the end of this Schedule (PSC 120 - Electricity).

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