PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: July 1, 2006 Leaf No. 272 Revision: 11 Superseding Revision: 10

SERVICE CLASSIFICATION NO. 9 (Continued)

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

A surcharge of \$.0015 per kWh 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). This charge will be effective with usage beginning July 1, 2006.

RENEWABLE PORTFOLIO STANDARD CHARGE ("RPS"):

A surcharge of \$.0002 per kWh 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). This charge will be effective with usage beginning October 1, 2005 and will be amended each October 1st.

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 P.S.C. No. 120 to reflect the tax rates applicable within the municipality where the customer takes service.

TERMS OF PAYMENT:

All bills are rendered at the above "unit prices" and that amount is due on bills paid on or before the "past due" date indicated on the bill. A late payment charge at the rate of one and one-half percent (1 1/2%) per month will be billed on all amounts not paid by that date. (Further details in Section 4 of P.S.C. No. 119 - Electricity or superseding issues thereof.)

TERM:

One month and thereafter until terminated by 48 hours' written notice.

SPECIAL PROVISIONS:

(a) Space Heating Service:

(Service under this provision will no longer be available to new customers after November 1, 1977.) Any customer using general service under this Service Classification and also using electricity as the sole source of space heating in a premises or segregated portion of a premises may, upon written application to the Corporation, have the energy used for such space heating, as well as air conditioning and water heating for such electrically heated space, separately metered. The separately metered space heating service will be charged under the same rate choice the customer selected for their non-heating service under this Service Classification.

The per kilowatt-hour rate for such separately metered space heating service under the selected rate choice is as shown below. There is a separate minimum charge. A complete description of these rates choices appears previously in this Service Classification.

	Competitive Supplier Price * (ERO)	NYSEG Variable Price* (VRO)
Energy Charge (All kilowatt-hours, per kilowatt-hour)	\$0.01659	\$0.01659
Delivery Adjustment (All kilowatt-hours, per kilowatt-hour)	(\$0.004)	N/A

*Customers are responsible for a separate per kilowatt-hour Transition Charge (Non-Bypassable Wires Charge) and any Commodity Charges at the same rate associated with the selected rate choice for their non-heating service. The Competitive Supplier Price (ERO) components above include a fixed charge for NYSEG delivery service and a Delivery Adjustment (credit) of \$.004 per kWh.

Issued in compliance with Order in Case 05-M-0090 dated 12/21/05.

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