Received: 09/28/2007 St

Status: CANCELLED Effective Date: 11/01/2007

PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Leaf No. 117.14

Revision: 3

Initial Effective Date: November 1, 2007 Superseding Revision: 1

GENERAL INFORMATION

25. Supply Service Options: (cont'd.)

I. Supply Service Options effective January 1, 2008 (cont'd.)

F. Customer Eligibility Criteria: (cont'd.)

4. Service Classification No. 11 ("SC 11")

A customer taking service under SC 11 is eligible to select a Supply Service option as follows:

- a. "OASC": A customer taking service under SC 11 as an Existing Customer having elected the Phase-In, or as a Designated Technology Customer having elected the one-time exemption, both as defined in SC 11, will be billed at otherwise applicable service classification ("OASC") rate. Such customers are eligible for only: 1) the NYSEG Default Supply Option (DSO) for non-demand billed customers, or 2) Variable Price Option (VPO) for demand billed customers, unless the customer is required to participate in mandatory Hourly Pricing or voluntarily elects Hourly Pricing, or 3) the ESCO Price Option (EPO).
- b. SC 11 "New": A customer taking service under SC 11, and will be billed at the SC 11 rates set forth under the section "RATES". Such customers are eligible for only: 1) the NYSEG Default Supply Option (DSO) for non-demand billed customers, or 2) Variable Price Option (VPO) for demand billed customers, unless the customer is required to participate in mandatory Hourly Pricing or voluntarily elects Hourly Pricing, or 3) the ESCO Price Option (EPO).
- c. SC 11 "Old": A customer that is taking service under SC 11, Special Provision (d) Previous SC 11 Tariff is eligible for only the NYSEG Fixed Price Option (FPO).

5. Service Classification Nos. 13 or 14 ("SC 13" or "SC 14") Contracts

A customer taking service under SC Nos. 13 or 14 whose contract expires during the Enrollment Period is eligible for a Supply Service option as described in Section 25.I.A.

A customer taking service under SC Nos. 13 or 14 whose contract expires on or after January 1, 2008, may select a Supply Service option, upon expiration of their contract, subject to the rules specified in Section 25.I.I.5, SC 13 or SC 14 Contracts Expiring. A customer receiving service under such SC 13 or SC 14 contract will not be eligible to select a Supply Service option during the term of the contract, unless the contract so provides.

6. Hourly Pricing

Hourly Pricing is mandatory for certain non-residential demand billed customers in Service Classification Nos. 2, 3, and 7, and demand billed Service Classification No. 11 as follows:

January 1, 2008 – December 31, 2008 – Customers with billed demand greater than or equal to 500 kW in any two months within the twelve months beginning on August 30, 2007.

January 1, 2009 – December 31, 2009 – Customers with billed demand greater than or equal to 400 kW in any two months within the twelve months prior to September 1, 2008.

January 1, 2010 – December 31, 2010 – Customers with billed demand greater than or equal to 300 kW in any two months within the twelve months prior to September 1, 2009.

Customers that received an Economic Incentive or NYPA allocation on or before December 31, 2006 are exempt from mandatory Hourly Pricing.

Issued in compliance with order in Case No. 07-E-0479 dated 08/29/07.

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