

PSC NO: 121 ELECTRICITY
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 03/01/09

Leaf: 40
Revision: 8
Superseding Revision: 7

SERVICE CLASSIFICATION NO. 3 (Cont'd.)

RATE: (Cont'd)

Energy use will be the sum of monthly energy use calculated as explained in General Information Section 2 of this Schedule.

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS:

Pursuant to General Information Section 25, Supply Service Options, of Schedule PSC No. 120, customers served under this Service Classification will choose from different electric rate choices offered by the Company as described below. NYSEG will offer a Retail Access rate choice and Non-Retail Access rate choices.

The Retail Access choice is the ESCO Price Option (EPO). The Non-Retail Access choices (2 and 3 below) include the NYSEG Fixed Price Option (FPO), and the NYSEG Default Supply Option (DSO).

NYSEG will provide Delivery Service regardless of the customer's Supply Service Option.

1. ESCO Price Option (EPO)

This Retail Access choice includes a monthly operation and maintenance charge for luminaires and other facilities, fixed charges for NYSEG delivery service, and a fixed Transition Charge (Non-Bypassable Charge [NBC]). Supply service will be provided by an Energy Services Company (ESCO). Customers that elect EPO and receive a Consolidated Bill will not be subject to the Bill Issuance Charge.

Kilowatt-hour use will be determined in accordance with General Information Section 2, Determination of Demand and Energy Use.

RATE:

Delivery Service:

Energy Charges, Bill Issuance Charge and Luminaire Charges:

| Delivery Charges | |
|--|------------------------------------|
| Energy Charge (All kilowatt-hours, per kilowatt-hour) | \$0.03200 |
| Bill Issuance Charge | \$0.89 |
| Transition Charge (All kilowatt-hours, per kilowatt-hour) | See Transition Charge Statement |

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