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PSC No: 120 - Electricity

New York State Electric & Gas Corporation

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GENERAL INFORMATION

4. Surcharge to Collect System Benefits Charge ("SBC")

Each customer bill for service under Service Classification Nos. 1, 2, 3, 5, 6, 7, 8, 9, 11, 12, 13, and 14 (excluding kilowatt-hours supplied by NYPA) will be increased by multiplying all kilowatt-hours delivered by a surcharge rate (as shown in the System Benefits Charge (SBC) Statement). This surcharge is comprised of two components:

- a. pursuant to Commission *Order Continuing the System Benefits Charge (SBC) and the SBC-funded Public Benefit Programs*, issued and effective December 21, 2005, in Case 05-M-0090. One-half the annual amount shall be collected during the first half of calendar year 2011. This component of the surcharge will be effective with usage billed on and after July 1, 2006 through June 30, 2011.
- b. pursuant to Commission *Order Establishing Energy Efficiency Portfolio Standard and Approving Programs* ("the Order"), issued and effective June 23, 2008, in Case 07-M-0548. This component of the surcharge will be effective with usage billed on and after October 1, 2008.

The surcharge will be calculated on an annual basis to collect the Corporation's allocated fund amounts as set forth in the Orders identified above based on year-by-year projections of the following year's electric sales. Any over- or under-collections will be trued up on an annual basis.

A System Benefits Charge (SBC) Statement setting forth the annual rate will be filed with the Public Service Commission on not less than three (3) days' notice. Such statement can be found at the end of this Schedule (PSC 120 – Electricity).

5. Surcharge to Collect Renewable Portfolio Standard Charge ("RPS")

Each customer bill for service under Service Classification Nos. 1, 2, 3, 5, 6, 7, 8, 9, 11, 12, 13, and 14 will be increased by multiplying all kilowatt-hours delivered by a surcharge to be determined annually. The surcharge is imposed pursuant to Commission Order Regarding Retail Renewable Portfolio Standard, issued and effective September 24, 2004, in Case 03-E-0188. The surcharge will be calculated on an annual basis to collect the Corporation's allocated fund amount based on the Order and will be amended each October 1st. The surcharge will be effective with usage billed on and after October 1, 2005 through the term of the program. Any over- or under-collections will be trued up on an annual basis.

A Renewable Portfolio Standard Charge (RPS) Statement setting forth the annual rate will be filed with the Public Service Commission on not less than fifteen (15) days' notice. Such statement can be found at the end of this Schedule (PSC 120 – Electricity).

Issued in compliance with Order in Case 07-M-0548 dated 06/23/08 and Order in Case 03-E-0188 dated 09/24/04.

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