PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: March 1, 2006 Leaf No. 298 Revision: 9 Superseding Revision: 6

SERVICE CLASSIFICATION NO. 12 (Continued)

RATE CHOICES AVAILABLE TO CUSTOMERS: (Cont'd.)

b) <u>Capacity Component</u>: The RAC also includes a component for the value of Unforced Capacity (UCAP), defined as the market-clearing price of capacity in \$/kWh as determined from the NYISO's monthly capacity auction price. The Capacity Component will be revised in accordance with each monthly UCAP auction held by the NYISO. The capacity price will also include UCAP Reserves, and will then be adjusted for UCAP Losses.

c) <u>Additional Component</u>: An additional credit ("Adder") in the amount of \$0.001 per kWh.

The Energy Component and Capacity Component [(a) and (b) above] will be combined to appear as a single line item credit on each customer bill. The Additional Component [(c) above] will also appear as a separate single line item credit on each customer bill.

NYSEG will provide <u>Delivery and Commodity Service</u> for the two Non-Retail Access choices.

3. NYSEG Fixed Price Option (FPO)

This Non-Retail Access choice includes fixed charges for NYSEG delivery service, a fixed Transition Charge (Non-Bypassable Charge [NBC]), and fixed commodity and merchant function charges for electricity supplied by NYSEG.

RATE: (Per Meter.	Per Month)

	Effective Date*
	01/01/07
Delivery Charges	
Customer Charge	\$22.06
Bill Issuance Charge	\$0.94
Energy Charge	
(All kilowatt-hours, per kilowatt-hour)	
On-Peak Service	\$0.0703
Mid-Peak Service	\$0.0362
Off-Peak Service	\$0.0151
Transition Charge	
(All kilowatt-hours, per kilowatt-hour)	(\$0.0144)
Commodity Charge	
(All kilowatt-hours, per kilowatt-hour)	
On-Peak Service	\$0.1083
Mid-Peak Service	\$0.1052
Off-Peak Service	\$0.0700
Merchant Function Charge	
(All kilowatt-hours, per kilowatt-hour)	\$0.0013

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