Received: 11/18/2005 Status: CANCELLED Effective Date: 12/27/2006

PSC No: 120 - Electricity

New York State Electric and Gas Corporation

Revision: 3

Initial Effective Date: March 1, 2006

Superseding Revision: 0

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd)

(d) Economic Incentives: (Cont'd)

(3) Economic Development Zone Incentive: (Cont'd)

ESCO Price Option (EPO):

Voltage	Secondary	Primary		
Effective Date 01/01/07	S.C. 7-1 Distribution	S.C. 7-2 Distribution	S.C. 7-3 Sub- transmission	S.C. 7-4 Transmission
Customer Charge	\$1.50	\$30.38	\$287.24	\$834.63
Bill Issuance Charge	\$0.94	\$0.94	\$0.94	\$0.94
Meter Ownership Charge	\$2.68	\$3.73	\$4.50	\$5.03
Meter Service Charge	\$2.95	\$3.61	\$3.88	\$4.89
Meter Data Service Charge (Meter Reading)	\$2.84	\$3.43	\$3.44	\$4.51
Demand Charge All kilowatts, per kW	\$6.24	\$4.30	\$4.08	\$1.73
Energy Charge All kilowatt-hours, per kilowatt-hour	\$0.00329	\$0.00255	\$0.00425	\$0.00400
Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour	\$0.00095	\$0.00095	\$0.00095	\$0.00095

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