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PSC NO: 119 ELECTRICITY

NEW YORK STATE ELECTRIC & GAS CORPORATION

Initial Effective Date: 09/01/03

Superseding Revision:

GENERAL INFORMATION

- 2. How Service May Be Obtained: (Cont'd.)
 - B. Extension of Facilities (Cont'd.)
 - (2) Obligations of all Applicants:

Whenever an owner or occupant of any property abutting on any street, avenue, road or way upon which there is no electric line appropriate to the service requested, makes a written application to the Corporation for service, the Corporation shall furnish, place and construct such lines to serve said property (either by using Corporation employees or contractors or, at the customer's option in the case only of overhead line extensions and under the conditions stated in 2.B.[2][c][ii], by permitting customers to hire contractors to do the work) provided that the applicant:

- (a) has first provided reasonable assumnce to the Corporation that the use for which the service is requested will be perma nent;
- (b) has applied for service in conformance with Section 2.B.(8) of this tariff if the line extension to provide service will be in a VSR;
- (c) (i) has paid, or agreed in writing to pay, all costs (including materials, installation costs and the associated overhead costs based on average historical costs) relating to any portion of the distribution line, service line and appurtenant facilities, (other than Account 368 "Transformers" or Account 370 "Meters"), that exceed the portion that the Corporation will provide without a contribution from the applicant as stated in 2.B.(5) and 2.B.(6). The costs (to be paid the Corporation in a lump sum or as a ten year surcharge payment as further described in this Tariff) will be determined based on the Corporation's Engineering estimate for each individual case; OR,
 - (ii) has elected to arrange with a private contractor for the construction of any portion of the overhead distribution line or service line that exceeds the portion that the Corporation will provide without a contribution from the applicant, as stated in Sections 2.(B).(5)(a) and (b). This option is only available to the extent consistent with any governmental prohibitions or limitations on work by private contractors within the public right of way. Where such arrangements are made:
 - applicants will be required to pay NYSEG an Engineering Fee based on field engineering and inspection costs experienced by the Corporation, and must agree to ensure that the contractor's work meets all standards specified by the Corporation;

Issued by: James A. Lahtinen, Vice President - Rates & Regulatory Economics, Binghamton, NY