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Leaf No. 161 PSC No: 120 - Electricity New York State Electric and Gas Corporation Revision: 1 Initial Effective Date: October 1, 2005 Superseding Revision: 0

SERVICE CLASSIFICATION NO. 3 (Continued)

RATE CHOICES AVAILABLE TO CUSTOMERS: (CONT'D.)

COMPETITIVE METERING OPTION:

Qualified Customers who select the Competitive Metering Option must comply with the requirements specified in PSC 119 - Electricity and specified in General Information Section 14 of this Schedule, and will receive a Competitive Metering Credit as set forth in Section 2 of Addendum-MET of PSC 119, or superseding issues thereof.

METER OWNED BY CUSTOMER, INSTALLED AND MAINTAINED BY THE CORPORATION

Customers electing to own their own meters, as described in Section 3.A.2 of PSC 119 - Electricity, will receive a Meter Ownership Credit as described in Section 3.A.2.a.i of that Schedule. This provision is separate and distinct from Competitive Metering.

Customers participating in Competitive Metering will not receive a Meter Ownership Credit in addition to the existing Competitive Metering Credit provided to such customers.

INCREASE IN RATES AND CHARGES:

The rates and charges under this Service Classification, including minimum charges, will be increased by a surcharge pursuant to Section 6 of PSC No. 120 to reflect the tax rates applicable within the municipality where the customer takes service.

Issued in compliance with order in Case 03-E-0188 dated 09/24/04.

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