

PSC No: 120 - Electricity
New York State Electric & Gas Corporation
Initial Effective Date: October 1, 2004

Leaf No. 298
Revision: 2
Superseding Revision: 1

SERVICE CLASSIFICATION NO. 12 (Continued)

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

b) Capacity Component: 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) Additional Component: An additional credit ("Adder") in the amount of \$0.005 per kWh.

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

3. NYSEG Fixed Price (BRO)

This Non-Retail Access choice consists of a bundled price which includes components for the following: fixed NYSEG delivery service, a fixed Transition Charge (Non-Bypassable Wires Charge [NBWC]), and a fixed commodity charge for electricity supplied by NYSEG.

RATE: (Per Meter, Per Month)

Bundled Service

	Effective Date*				
	01/01/03	04/01/03	10/01/03	04/01/04	10/01/04
Customer Charge	\$28.00	\$28.00	\$28.00	\$28.00	\$28.00
Energy Charge (All kilowatt-hours, per kilowatt-hour)					
On-Peak Service	\$0.1532	\$0.1618	\$0.1580	\$0.1586	\$0.1560
Mid-Peak Service	\$0.1045	\$0.1128	\$0.1076	\$0.1124	\$0.1085
Off-Peak Service	\$0.0597	\$0.0683	\$0.0743	\$0.0721	\$0.0717

* The rate for NYSEG's Fixed Price (BRO) may be revised every six months on April 1 and October 1 of each year to reflect increases in the cost of providing fixed commodity service. The revised rate will be calculated using the methodology approved by the Commission in Case No. 01-E-0359 for calculating the commodity portion of BRO prices. Such revised rate will be utilized only if greater than the initial BRO rate effective January 1, 2003. However, the revised rate will be applicable only to a customer who chooses or is placed on the NYSEG Fixed Price (BRO) rate or the NYSEG Fixed Price with Supply Credit (BRO w/RAC) rate, on or after the effective date of the revision. The revised rate remains in effect for such customers through December 31, 2004, regardless of whether the customer chooses the BRO rate or BRO w/ RAC rate.

Issued in compliance with Orders in Case 01-E-0359 dated February 27 and November 22, 2002.

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