PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: October 1, 2004 Leaf No. 273 Revision: 3 Superseding Revision: 2

SERVICE CLASSIFICATION NO. 9 (Continued)

SPECIAL PROVISIONS (CONT'D.)

(a) Space Heating Service: (Cont'd.)

NYSEG Fixed Price	Effective Date**				
(BRO) and	01/01/03	04/01/03	10/01/03	04/01/04	10/01/04
NYSEG Fixed Price w/Supply Credit					
(BRO w/RAC)	\$0.08831	\$0.10106	\$0.09508	\$0.10083	\$0.09577

** 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 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.

NYSEG will file such revised BRO rates with the Public Service Commission not less than three days prior to the effective date of the revised rate.

The minimum charge is the monthly Customer Charge as listed above.

(b) Fluctuating Loads:

When service is rendered solely for equipment having a fluctuating or large instantaneous demand, such as X-Rays, welders, etc., and a separate or larger transformer for such service is required, the minimum monthly charge will be not less than \$.50 per KVA of such additional transformer capacity.

(c) Balanced Billing:

Customers may, by signing an application, be billed monthly in accordance with the plan set forth in Section 4-O of P.S.C. No. 119 - Electricity or superseding issues thereof.

(d) Submetering:

Submetering may be available according to certain conditions as explained in the general information leaves of this schedule, Section 2. Submetering.

(e) Reserved For Future Use

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

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