

PSC NO: 121 ELECTRICITY
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 12/01/03

Leaf: 61
Revision: 0
Superseding Revision:

SERVICE CLASSIFICATION NO. 3 (Cont'd.)

SPECIAL PROVISIONS: (Cont'd.)

- C. A customer whose system utilizes existing or new standard wood poles installed by the Company and used exclusively for street lighting purposes and/or brackets 16 ft. or longer in length, may opt to bear the appropriate capital costs of said wood poles and/or brackets in lieu of paying an annual facilities charge. Ownership and the responsibility for operation and maintenance rests with the Company.

Under this provision, the cost of replacement of wood poles and/or brackets 16 ft. or longer in length, due to expiration of the service life of such facilities, is the responsibility of the customer.

- D. Determination of Capital Cost:

For those customers making capital contributions under Special Provision C, cost shall be determined as follows:

In the case of newly constructed facilities, capital cost shall include all labor, transportation, material and applicable overheads as defined in the charges for Special Services contained in Schedule PSC 119 - Electricity, or superseding issues thereof, and utilized in recording the cost of such facilities on the books and records of the Company. In the case of existing systems, capital contributions will be determined taking into consideration depreciated original cost, replacement value depreciated and physical condition of the facilities. In no case will the contribution be less than the average depreciated original cost of such facilities dedicated by the Company to provision of street lighting service.

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