

PSC NO: 121 ELECTRICITY
NEW YORK STATE ELECTRIC & GAS CORPORATION
Initial Effective Date: 10/30/05

Leaf: 20
Revision: 5
Superseding Revision: 3

SERVICE CLASSIFICATION NO. 1 (Cont'd.)

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

3. NYSEG Fixed Price Option (FPO) (Cont'd.)

** The rate for NYSEG's Fixed Price Option (FPO) 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 FPO prices. Such revised rate will be utilized only if greater than the initial FPO rate effective January 1, 2005. However, the revised rate will be applicable only to a customer who chooses or is placed on the NYSEG Fixed Price Option (FPO) rate or the ESCO Option with Supply Adjustment (EOSA rate, on or after the effective date of the revision. The revised rate remains in effect for such customers through December 31, 2006, regardless of whether the customer chooses the FPO rate or EOSA rate.

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

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