Received: 09/30/2005 Status: CANCELLED Effective Date: 08/27/2006

PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: October 30, 2005

Leaf No. 167

Revision: 7

Superseding Revision: 4

SERVICE CLASSIFICATION NO. 3 (Continued)

SPECIAL PROVISIONS: (Cont'd.) (d) Economic Incentives: (Cont'd)

(3) Economic Development Zone Incentive: (Cont'd.)

NYSEG Fixed Price Option (FPO): (Cont'd)

	Effective Date*		
SUBTRANSMISSON VOLTAGE	01/01/05	04/01/05	10/01/05
Delivery Charges			
Customer Charge	\$119.01	\$119.01	\$119.01
Demand Charge			
(All kilowatts, per kilowatt)	\$2.52	\$2.52	\$2.52
Energy Charge			
(All kilowatt-hours, per kilowatt-hour)			
Up to and including 200 hours use of metered			
demand	\$0.00242	\$0.00242	\$0.00242
Over 200 hours use and up to and including 350			
hours use of metered demand	\$0.00217	\$0.00217	\$0.00217
Over 350 hours use of metered demand	\$0.00174	\$0.00174	\$0.00174
Transition Charge			
(All kilowatt-hours, per kilowatt-hour)	\$0.01540	\$0.01359	\$0.00385
Sur-Credit			
Applicable 9/1/06-12/31/06	(\$0.0050)	(\$0.0050)	(\$0.0050)
(All kilowatt-hours, per kilowatt-hour)			
Commodity Charge			
(All kilowatt-hours, per kilowatt-hour)	\$0.07060	\$0.07807	\$0.10676
Reactive Charge			
Reactive kilovolt-ampere hours, per billing reactive			
kilovolt-ampere hour	\$0.00095	\$0.00095	\$0.00095

^{*} These rates may be revised every six months on April 1 and October 1 of each year, as explained in Rate Choices Available to Customers, NYSEG Fixed Price Option (FPO), in this Service Classification.

NYSEG Variable Price Option (VPO):

	Primary Voltage	Subtransmissio n Voltage
Customer Charge	\$35.00	\$119.01
Demand Charge (All kilowatts, per kilowatt)	\$5.10	\$2.52
Energy Charge (All kilowatt-hours, per kilowatt-hour)		
Up to and including 200 hours use of metered demand	\$0.00455	\$0.00242
Over 200 hours use and up to and including 350 hours use of metered demand	\$0.00410	\$0.00217
Over 350 hours use of metered demand	\$0.00328	\$0.00174
Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour	\$0.00095	\$0.00095

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