PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: August 29, 2005 Leaf No. 311 Revision: 2 Superseding Revision: 1

SERVICE CLASSIFICATION NO. 13 (Continued)

INDIVIDUAL ELECTRIC SERVICE AGREEMENT (Cont'd.)

TERM:

The term of delivery service shall be limited to no more than five years, unless a longer term is approved by the PSC. Prospective adjustments to delivery service rates may be negotiated by the Corporation and the Customer, as defined within the Individual Electric Service Agreement.

The term of standard Corporation-offered commodity service supplied by the Corporation shall be reflected in the Individual Electric Service Agreement and shall remain in effect for the time periods established in the otherwise applicable Service Classification.

Other commodity options may provide for prospective price changes and term limitations, as defined within the Individual Electric Service Agreement.

If a Customer terminates or breaches an Individual Electric Service Agreement with the Corporation prior to the expiration of the term in which the price for a non-tariffed commodity option was to remain in effect, the Customer shall be responsible for compensating the Corporation for any obligations the Corporation has, or any damages the Corporation incurs, to a commodity supplier or provider of a financial hedge relating to that price.

SPECIAL PROVISIONS

(a) C.A.\$.H.BACK SPECIAL PROVISION

The Corporation will provide a voluntary program for load normally supplied and delivered by NYSEG, for eligible customers to curtail load. The Corporation's program, entitled C.A.\$.H.BACK, implements the NYISO's day-ahead economic load-curtailment program. Under this program, a customer agrees to curtail load when their bid is submitted and accepted by the NYISO.

Customers who are qualified under C.A.\$.H.BACK in Section 21 of the General Information section of this Schedule may participate in the Corporation's C.A.\$.H.BACK Program as set forth therein.

(b) Previous SC 13 Tariff

This provision is applicable to Individual Electric Service Agreements in effect prior to August 29, 2005.

Issued in compliance with order in Case 03-E-1761 dated 04/14/05.

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