SERVICE CLASSIFICATION NO. 2

GENERAL SERVICE

APPLICABLE TO USE OF SERVICE FOR

Sales and delivery of electric power supply by the Company or delivery of electric power supply provided by a Retail Supplier to commercial/industrial customers for:

All purposes except use exclusively in individual residences, with the exception of individual residences with three phase service. Also for traffic signals, caution signals and operating control equipment owned, installed and maintained by the State of New York, counties, townships, cities and incorporated villages for which the State of New York has issued the appropriate permits.

Effective March 31, 1991, regardless of the type of service offered, electric service utilized exclusively with such religious purposes or utilized at such community residences, as defined in the Service Classification No. 1 Section entitled Applicable to Use of Service For, shall be charged at rates no greater than the rates or charges applicable to residential customers receiving single phase service.

Effective June 2, 1998, regardless of the type of service offered, electric service utilized by such veteran's organizations, as defined in the Service Classification No. 1 section entitled Applicable to Use of Service For, shall be charged at rates no greater than the rates or charges applicable to residential customers receiving single phase service.

A customer taking three phase primary service and whose demand exceeds 1,000 kW. during two consecutive months of the previous twelve months shall not be eligible for this rate and shall be transferred to Service Classification No. 3. A customer so transferred shall only be eligible for transfer back to Service Classification No. 2 on the annual anniversary of the transfer to Service Classification No. 3 and only if the said customer has not exceeded 1,000 kW. during two consecutive months of the previous twelve months.

CHARACTER OF SERVICE

Continuous, 60 cycle, single or three phase alternating current delivered at one secondary voltage or one primary distribution voltage, phase and voltage depending on availability and the customer's requirements.