

### Transition Charge Statement

For customers taking service under the ESCO Price Option (EPO) rate, the NYSEG Default Supply Option (DSO) rate, the NYSEG Variable Price Option (VPO) rate, the NYSEG Fixed Price Option (FPO) rate, or Hourly Pricing, pursuant to NYSEG’s Supply Service Options, General Information Section 25 of Schedule PSC No. 120 - Electricity, the following Transition Charge (also known as the Non-Bypassable Charge or “NBC”) is applicable to energy deliveries [all kilowatt-hours (kWhs)] under the service classifications listed below, other than as specified below.

PSC No. 120 - Electricity; Service Classification Nos.	Charge per kWh
1, 8, 12	(\$0.0017)
2, 3, 5, 6, 7, 9	\$0.00434
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PSC No. 121 - Electricity; Service Classification Nos.	
1, 2, 3	\$0.00434

1. For customers taking service under the EPO, DSO, VPO or Hourly Pricing, whose service is electrically connected “East” of the NYISO Total East Interface, the Transition Charge will include a credit of \$0.014 per kWh to reflect the higher cost to serve load in that area. The credit is the forecasted annual on-peak and off-peak load-weighted per kWh difference between the Zone C and Zone G prices.
2. The Transition Charge will not apply to:
  - a. All Power For Jobs (PFJ) customer allocations (*i.e.*, associated kilowatt-hours) and Economic Development Power (EDP) deliveries up to the MW levels delivered as of January 1, 2007, as specified in General Information Section 10 of PSC 120 – Electricity, Economic Development Power.
  - b. All new NYPA allocations as specified in Section 12 of PSC No. 120 – Electricity, New Allocations of NYPA Power.