

SERVICE CLASSIFICATION NO. 1

RESIDENTIAL AND RELIGIOUS

Applicable to Use of Service for

Light, heat, and power, when supplied directly by the Company to any single-family dwelling or building or to any individual flat or apartment in a multiple-family dwelling or building or portion thereof occupied as the home, residence or sleeping place of the Customer, an employee of the Customer, or a tenant of the Customer in a multi-family dwelling converted from rent inclusion to direct metering provided the tenant has a Rent Increase Exemption pursuant to rules of the State Division of Housing and Community Renewal, or when supplied directly by the Company to any corporation or association organized and conducted in good faith for religious purposes, where such electric service is utilized exclusively in connection with such religious purposes, to a community residence, or to a post or hall owned or leased by a not-for-profit corporation that is a veterans' organization, subject to the Special Provisions hereof.

Character of Service

Of the various characteristics of service listed and more fully described in General Rule III-2, the following may be designated for service by the Company under this Service Classification, subject to the limitations set forth in such Rule. Frequencies and voltages shown are approximate. All are continuous.

Standard Service

Any derivative of the standard alternating current, 3 phase, 4 wire system at 60 cycles and 120/208 volts.

Non-Standard Service

Low Tension Alternating Current - 60 cycles:

Single Phase at 120/240 volts
Three phase at 265/460 volts
Three phase at 240 volts
Two phase at 120/240 or 230 or 240 volts

High Tension Alternating Current – 60 cycles:

Three phase at 2,400/4,150 volts
Three phase at 3,000/7,800 volts
Three phase at 6,900 volts
Three phase at 13,200 volts
Three phase at 26,400 volts
Three phase at 33,000 volts
Single phase and three phase at 2,400 volts
Three phase at 69,000 volts
Three phase at 138,000 volts

(Service Classification No. 1 - Continued on Leaf No. 202)

Date of Issue: March 31, 2008

Date Effective: April 1, 2008

Issued under authority of PSC order in Case 07-E-0523 made March 25, 2008.

SERVICE CLASSIFICATION NO. 1 - Continued
RESIDENTIAL AND RELIGIOUS

Rate I - Residential and Religious

Applicability: To all Customers other than those billed under Rate II.

1) Delivery Charges, applicable to all Customers

a) Customer Charge

\$12.42 per month

\$6.50 per month effective April 1, 2008 - March 31, 2009, for Customers who are enrolled in the Company's low-income program. To qualify for the low-income program, a Customer must be enrolled in the Direct Vendor or Utility Guarantee Program and/or receiving benefits under Supplemental Security Income, Temporary Assistance to Needy Persons/Families, Safety Net Assistance, or Food Stamps, or have received a Home Energy Assistance Program grant in the preceding 12 months.

b) Energy Delivery Charges, per kilowatthour

Charges applicable for the months of June, July, August, and September

| | | |
|----------------|-------|----------------|
| first 250 kWhr | 5.823 | cents per kWhr |
| over 250 kWhr | 6.554 | cents per kWhr |

Charges applicable for all other months

| | | |
|----------------|-------|----------------|
| first 250 kWhr | 5.823 | cents per kWhr |
| over 250 kWhr | 5.353 | cents per kWhr |

c) Billing and Payment Processing Charge

Charges are as shown in General Information Section VIII(B).

d) Monthly Adjustment Clause ("MAC")

Charges, as described in General Information Section VII, are shown on the Statement of Market Supply Charge and Monthly Adjustment Clause and on the Statement of Adjustment Factor - MAC.

e) System Benefits Charge ("SBC") and Renewable Portfolio Standard ("RPS") Charge

Charges, as described in General Information Section VIII(B), are shown on the Statement of SBC and on the Statement of Charge for RPS Program.

2) Supply Charges, applicable to Full-service Customers

a) Market Supply Charge ("MSC")

Charges, as described in General Information Section VII, are shown on the Statement of Market Supply Charge and Monthly Adjustment Clause and on the Statement of Adjustment Factors - MSC.

b) Merchant Function Charge ("MFC")

Charges, as described in General Information Section VIII(B), are shown on the Statement of MFC.

(Service Classification No. 1 - Continued on Leaf No. 202-A)

Date of Issue: March 31, 2008

Date Effective: April 1, 2008

Issued by Robert N. Hoglund, Senior Vice President and Chief Financial Officer, 4 Irving Place, New York, N.Y. 10003

Effective under authority of PSC Order in Case 07-E-0523 made March 25, 2008

**SERVICE CLASSIFICATION NO. 1 - Continued
RESIDENTIAL AND RELIGIOUS**

Rate II - Residential and Religious - Voluntary Time-of-Day

Applicability: To Customers who elect to be billed at a time-of-day rate.

1) Delivery Charges, applicable to all Customers

- a) Customer Charge \$17.44 per month
- b) Energy Delivery Charges, per kilowatthour
- Charges applicable for the months of June, July, August, and September*
- On peak: Monday through Friday, 10 AM to 10 PM, excluding
Independence Day (July 4) and Labor Day (the first
Monday in September) 20.54 cents per kWhr
- Off peak: All other hours of the week 0.70 cents per kWhr
- Charges applicable for all other months*
- On peak: Monday through Friday, 10 AM to 10 PM, excluding
New Year's Day (January 1), Memorial Day (the last
Monday in May), Thanksgiving Day (the fourth Thursday
in November), and Christmas Day (December 25) 7.39 cents per kWhr
- Off peak: All other hours of the week 0.70 cents per kWhr

c) Billing and Payment Processing Charge

Charges are as shown in General Information Section VIII(B).

d) Monthly Adjustment Clause ("MAC")

Charges, as described in General Information Section VII, are shown on the Statement of Market Supply Charge and Monthly Adjustment Clause and on the Statement of Adjustment Factor - MAC.

e) System Benefits Charge ("SBC") and Renewable Portfolio Standard ("RPS") Charge

Charges, as described in General Information Section VIII(B), are shown on the Statement of SBC and on the Statement of Charge for RPS Program.

2) Supply Charges, applicable to Full-service Customers

a) Market Supply Charge ("MSC")

Charges, as described in General Information Section VII, are shown on the Statement of Market Supply Charge and Monthly Adjustment Clause and on the Statement of Adjustment Factors - MSC.

b) Merchant Function Charge ("MFC")

Charges, as described in General Information Section VIII(B), are shown on the Statement of MFC.

(Service Classification No. 1 - Continued on Leaf No. 203)

Date of Issue: March 31, 2008

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RESERVED FOR FUTURE USE

(Service Classification No. 1 - Continued on Leaf No. 204)

Date of Issue: March 31, 2005

Date Effective: April 1, 2005

SERVICE CLASSIFICATION NO. 1 - Continued

RESIDENTIAL AND RELIGIOUS

(RESERVED FOR FUTURE USE)

(Service Classification No. 1 - Continued on Leaf No. 205)

Date of Issue: December 1, 1997

Date Effective: January 1, 1998

**Issued by Joan S. Freilich, Senior Vice President and
Chief Financial Officer
4 Irving Place, New York, N.Y. 10003**

**Issued under authority of
order of the Public Service
Commission dated September 23,
1997 in Case No. 96-E-0897.**

SERVICE CLASSIFICATION NO. 1 - Continued

RESIDENTIAL AND RELIGIOUS

Common Provisions Applicable to Rate I and Rate II

Increase in Rates and Charges

The rates and charges under this Service Classification, including the Customer Charge, are increased by the applicable percentage as explained in General Information Section VIII-(A) and shown on the related Statement.

Terms of Payment

Net cash on presentation of bill.

Term

30 days from the date of installation of service hereunder; terminable thereafter by the Customer upon 5 days' prior notice, and by the Company in accordance with law or the provisions of this Rate Schedule. A Customer who elects to discontinue being billed under Rate II will be ineligible for voluntary time-of-day billing for a period of one and one-half years from the date the Customer elects to discontinue billing under Rate II.

Customer Meter Reading

A residential Customer billed on these rates may read the meter on June 1 and September 30 and provide the reading to the Company for the preparation of an actual, rather than a prorated bill. The Customer's reading must be received by the Company not later than the next scheduled meter reading date as shown on the bill.

(Service Classification No. 1 - Continued on Leaf No. 206)

Date of Issue: March 31, 2008

Date Effective: April 1, 2008

Issued under authority of PSC order in Case 07-E-0523 made March 25, 2008.

SERVICE CLASSIFICATION NO. 1 - Continued

RESIDENTIAL AND RELIGIOUS

Special Provisions

(A) Electricity will be supplied under this Service Classification, and it is available: To any single-family dwelling or building or to any individual flat or apartment in a multiple-family dwelling or building or portion thereof occupied as the home, residence or sleeping place of the Customer or an employee of the Customer including also the following:

- (1) Electric service used for portions of, or equipment in, a two or three-family dwelling or building enjoyed in common by all the residents thereof (for example, halls, stairs, cellar, oil burner, and similar conveniences), when the wiring is arranged for supply of service through a single meter of one of the flats or apartments, provided, however, that on or after October 24, 1991, or at the expiration of a lease or rental agreement for the flat or apartment entered into on or before October 24, 1991, whichever is later, service will be supplied under this Service Classification only when the wiring is arranged for the supply of service through the owner's flat or apartment in the building or dwelling.
- (2) Electric service used for structures or equipment accessory to a one, two or three-family dwelling or building (for example, a private garage, guest or service house, outdoor lighting or equipment, and similar improvements), when the accessory structures are located on the same premises as such dwelling or building, and the wiring is arranged for supply of service through a single meter of the dwelling or one of the flats or apartments, provided, however, that where a shared meter condition exists on or after October 24, 1991, or at the expiration of a lease or rental agreement for the dwelling, flat or apartment entered into on or before October 24, 1991, whichever is later, service will be supplied under this Service Classification only when the wiring is arranged for the supply of service through the owner's flat or apartment in the building or dwelling or the owner is the occupant and Customer of record for the one-family dwelling or building.
- (3) Electric service used for furnished rooms rented by the Customer or table board supplied to occupants thereof, when such renting or board is incidental to the residential occupancy by the Customer of a dwelling, flat or apartment and the number of rooms rented or offered for rent does not exceed one-half of the number of rooms in the dwelling, flat or apartment and the number of boarders, roomers or lodgers does not exceed four.

To any corporation or association organized and conducted in good faith for religious purposes, where such electric service is utilized exclusively in connection with such religious purposes.

Beginning August 1, 1985, to a community residence that is a supportive living facility, as defined in subsections twenty-eight and twenty-eight-b of section 1.03 of the Mental Hygiene Law, provided, however, that such facility is operated by a not-for-profit corporation and does not provide staff on a twenty-four hour per day basis.

(Service Classification No. 1 - Continued on Leaf No. 207)

Date of Issue: December 22, 1993

Date Effective: January 1, 1994

Issued by Raymond J. McCann, Executive Vice President and
Chief Financial Officer
4 Irving Place, New York, N.Y. 10003

Issued under authority of
order of the Public Service
Commission, issued December
9, 1993, in Case 93-M-0980.

SERVICE CLASSIFICATION NO. 1 - Continued

RESIDENTIAL AND RELIGIOUS

Special Provisions - Continued

(A) - Continued

Beginning July 6, 1993, to a community residence that is a supervised living facility, as defined in subsections twenty-eight and twenty-eight-a of section 1.03 of the Mental Hygiene Law, provided that such residence is operated by a not-for-profit corporation, has supervisory staff on site on a twenty-four hour per day basis, and the residence provides living accommodations for fourteen or fewer residents. Eligible Customers that apply for the rate by July 6, 1994, will be rebilled at the rates set forth under this Service Classification for service supplied on and after July 6, 1993.

Beginning June 2, 1998, to any post or hall owned or leased by a not-for-profit corporation that is a veterans' organization, where such electric service is utilized exclusively in connection with such veterans' organization. Eligible Customers that apply for the rate by June 2, 1999 will be rebilled at the rates set forth under this Service Classification for service supplied on and after June 2, 1998.

Beginning May 18, 2007, to the landlord of an occupied apartment in a multiple-dwelling that has converted from rent inclusion to direct metering pursuant to an order from the New York State Division of Housing and Community Renewal ("DHCR"), if: (a) the DHCR order exempts the tenant from direct metering because of a Rent Increase Exemption, and (b) the landlord:

- (i) enrolls the tenant as a third-party under the Company's Third Party Notification Program, to ensure that the tenant receives notice if the Company intends to terminate service to the account for non-payment,
- (ii) agrees to request closure of the account only if the tenant is deceased, has vacated the premises, or has had its rent increase exemption revoked, or if the exemption does not apply to any other occupant of the premises, and
- (iii) consents to the transfer of any unpaid balance to the landlord's public light and power account for the premises if the account is closed or terminated for non-payment.

(B) Electricity will not be supplied under this Service Classification, and it is not available for residential premises and uses or community residences and uses:

- (1) Except as defined under Special Provision (A) above.
- (2) Where any part of a building, house, flat or apartment, occupied as a home, residence or sleeping place by the Customer or an employee of the Customer, other than as provided under Special Provision (A) above, is also used for the conduct of business or any activity non-residential in character, unless the wiring is separate and the part devoted to such non-residential purposes is metered separately and billed under another and appropriate Service Classification, provided however, that on and after July 1, 1992, incidental non-residential activities conducted by occupants of the residence that meet all the following conditions shall not preclude service from being supplied under this Service Classification:
 - (a) the non-residential activity does not change the character or outward appearance of the residence;
 - (b) the non-residential activity is performed solely by occupants of the residence; and
 - (c) the non-residential activities do not require use of more than 25 percent of the floor space of the residence and, in a multi-room residence, no more than one room is reserved for the non-residential activities.

(Service Classification No. 1 - Continued on Leaf No. 208)

SERVICE CLASSIFICATION NO. 1 - Continued

RESIDENTIAL AND RELIGIOUS

Special Provisions – Continued

(B) – Continued

- (3) For multiple-family dwellings or buildings (such as residential hotels and furnished apartments), other than as provided under Special Provision (A) above, where the business of renting rooms, either with or without meals or service, is carried on, except where the electric service is rendered by the Company directly to the resident-tenant.
- (4) For multiple-family dwelling or building hall lighting, pumping, central refrigeration, water-heating or elevator operation, other than as provided under Special Provision (A) above.

(C) Electricity will not be supplied under this Service Classification, and it is not available for religious purposes and uses or community residences and uses:

- (1) Except as defined under Special Provision (A) above.
- (2) Where any part of the premises used for such religious purposes is used regularly for business purposes, any activity operated for profit, or for purposes other than such religious purposes, as defined, unless the wiring is separate and the part used for non-religious purposes is metered separately and billed under another and appropriate Service Classification.

(D) Electricity will not be supplied under this Service Classification, and it is not available for either residential premises and uses, religious purposes and uses, or veterans organizations' premises and uses, or community residences and uses:

Where the Company's service and supply of electric energy, under this Service Classification, in or to any buildings or premises or to the owner, or to any tenant or occupant thereof, is or will be furnished otherwise than directly to such owner, tenant or occupant as a Customer of the Company, through the Company's individual meters, upon the individual application of such owner, tenant or occupant to the Company; and the Company's service will be supplied under this Service Classification only on condition that electric service furnished to such buildings or premises or to the owner, or to any tenant or occupant thereof, is for his, her or its own use and will not be remetered (or submetered), resold, assigned or, except as provided under Special Provision (A) above, otherwise disposed of to another or others.

(Service Classification No. 1 - Continued on Leaf No. 209)

Date of Issue: February 1, 2007

Date Effective: May 18, 2007

SERVICE CLASSIFICATION NO. 1 - Continued

RESIDENTIAL AND RELIGIOUS

Special Provisions - Continued

[RESERVED FOR FUTURE USE]

(Service Classification No. 1 - Continued on Leaf No. 210)

Date of Issue: March 31, 2005

Effective April 1, 2005

Effective under authority of PSC Order in Case 04-E-0572 made March 24, 2005

**Issued by Joan S. Freilich, Executive Vice President and
Chief Financial Officer
4 Irving Place, New York, N.Y. 10003**

SERVICE CLASSIFICATION NO. 1 - Continued

RESIDENTIAL AND RELIGIOUS

Special Provisions - Continued

(E) Where a Customer's account under Rate II is metered with multiple meters and where the registration of some of the meters is not on a time-of-day basis, the registrations of such meters will be billed on the time-of-day characteristics indicated by the time-of-day meter. If the conjunctionally or plurally-metered Customer so elects, however, the electricity supplied through the non-time-of-day meters will be billed as one separate account under the appropriate rate.

(F) [RESERVED FOR FUTURE USE]

(G) Rates and charges stated without reference to a specific month shall apply to all electric service supplied hereunder on and after the effective date hereof. Where a bill includes periods before the effective date and after the effective date, the rates and charges applicable will be prorated based on the number of days of service rendered before the effective date and on and after the effective date related to the total number of days in the billing period.

Rates and charges referable to a specific month (“month-specific rates and charges”) shall apply to all electric service supplied hereunder after the last day of the preceding month and through the last day of the named month.

Where a bill includes periods before and after the first calendar day of a month, the month-specific rates and charges applicable will be prorated based on the number of days of service rendered before the first day of the month and on and after the first calendar day of the month related to the total number of days in the billing period.

The Billing and Payment Processing Charge will not be prorated for periods greater or less than 30 days.

(H) The following Riders may be applied to this Service Classification: A, B, C, D, F, H, and R. Rider R applies to residential premises only. Rider B does not apply to residential premises.

(I) For general rules, regulations, terms, and conditions under which service will be supplied, see General Information Section III.

(J) For form of application under this Service Classification, see General Information Section IX.

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