

PSC NO: 119 ELECTRICITY
NEW YORK STATE ELECTRIC & GAS CORPORATION
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GENERAL INFORMATION

12. New York State Energy Research and Development Authority ("NYSERDA") Loan Installment Program

Pursuant to the Power New York Act of 2011 (L. 2011, c.388), the New York State Energy Research and Development Authority or its designated agent ("NYSERDA") will administer a loan program for qualifying residential and non-residential customers for the installation of energy efficiency services (as that term is defined in subsection 189(12) of the Public Authorities Law) on a customer's property. As set forth in this law, the Company will bill and collect NYSEDA Loan Installment amounts primarily through the customer's utility bill when notified by NYSEDA that these NYSEDA Loan Installments apply to the customer's utility account. Unless otherwise precluded by law, participation in the NYSEDA Loan Installment program shall not affect a customer's eligibility for any rebate or incentive offered by the Company. In order to comply with the requirements set forth in the Power NY Act of 2011, the Company will provide NYSEDA, or its agents, certain customer information and take other actions for purposes of the NYSEDA Loan Installment Program. The Company will implement the NYSEDA Loan Installment Program no later than May 30, 2012.

1. Eligibility

Pursuant to PSL Section 66-m 1.(b), each electric and gas corporation shall initially limit the number of customers participating in the NYSEDA Loan Installment Program at any given time to no more than 0.5 percent of its total unique customers taking service as of December 31, 2010, on a first come, first served basis.

A customer who receives a NYSEDA loan, or a subsequent customer that becomes responsible for the electric and/or natural gas bill at that location except as provided below, shall repay the loan installments on their utility bills. Under the NYSEDA Loan Installment Program, NYSEDA will notify the Company of the monthly loan installment amounts and the number of months of the NYSEDA loan term that are to be charged on the customer's bills.

2. Billing and Collections

The responsibility of the Company is limited to providing billing and collection services for NYSEDA. Such billing and collection services shall be available regardless of whether the electricity or natural gas delivered by the Company is the customer's primary energy source.

Only one NYSEDA Loan Installment obligation can exist on a customer's utility account. Should the customer enter into an additional NYSEDA Loan Installment agreement, NYSEDA will replace the current NYSEDA Loan Installment on the account with a new consolidated NYSEDA Loan Installment and notify the Company of the new NYSEDA Loan Installment amount and corresponding NYSEDA Loan term in months.

Beginning no later than the second bill after the Company receives a valid customer account number from NYSEDA, each bill issued to the customer shall include the monthly loan installment amount until the loan is satisfied or the account is closed. A customer receiving bills on a bi-monthly basis will be billed for two loan installments on each bill.

The customer will be required to pay NYSEDA loan installment amounts when bills are due. Unpaid loan installment amounts will be subject to the provisions of this Rate Schedule regarding:

- (a) charges for late payment (pursuant to General Information Section 4.B);
- (b) deferred payment agreements (pursuant to General Information Section 4.G); and
- (c) termination/disconnection and reconnection of service (pursuant to General Information Section 4.E and General Information Section 4.H).

If in order to avoid termination of service or to restore service that was terminated to an entire multiple dwelling, pursuant to 16 NYCRR 11.7, or to a two-family dwelling, pursuant to 16 NYCRR 11.8, such occupants shall not be billed for any arrears of on-bill recovery charges or any prospective on-bill recovery charges, which shall remain the responsibility of the incurring customer.

NYSEDA Loan installment amounts will not be subject to the Increase in Prices and Charges Applicable Where Service is Supplied pursuant to General Information Section 6 of P.S.C No. 120.

A customer remitting less than the total amount due on a utility bill that includes a loan installment amount shall have such partial payment first applied as payment for billed electric and/or natural gas charges. If there are monies remaining after application to the Company's electric and/or natural gas charges, any remaining amount will be applied to outstanding NYSEDA loan installment amounts.

A customer remitting more than the total amount due on a utility bill that includes a NYSEDA loan installment amount shall have the overpayment applied first to subsequently billed electric and/or natural gas charges and then to NYSEDA Loan Installment amounts as they are billed. The utility will not apply customer overpayments as a prepayment of NYSEDA loan installment amounts or as full repayment of the NYSEDA loan. Customers wishing to make loan prepayments or satisfy the balance of the loan amount outstanding must arrange directly with NYSEDA for such payments. The Company will not provide interest on overpayments of NYSEDA loan installment amounts.

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