PSC No: 120 - Electricity New York State Electric and Gas Corporation Initial Effective Date: November 1, 2010 Issued in compliance with Order in Case 09-E-0715 dated September 21, 2010. Leaf No. 234 Revision: 3 Superseding Revision: 2

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd)

(d) (4) Economic Development Power:

Customers who qualify for this special Economic Development Power (EDP) provision pursuant to Section 10 of the General Information section of this Schedule will have such power billed in accordance with the following rate schedule:

RATE: (Per Month)	Unit <u>Price</u>
Customer Charge, Meter Ownership Charge, Meter Service Charge, Meter Data Service Charge	NYSEG will charge the customer these charges in accordance with the customer's Service Classification (S.C.'s 7-1, 7-2, 7-3 or 7-4)
Delivery Charge - All kilowatts, per kW (applied to the customer's monthly NYPA Billing Demand) On-Peak Transmission Additional Charge for service below 34.5 kV Primary Secondary	 \$2.86 (subject to FERC review, acceptance or approval) \$3.81 \$4.32
Demand Charge - All kilowatts, per kW (applied to the customer's monthly NYPA Billing Demand)	NYSEG will charge the customer a NYPA De- mand Charge, for EDP service, equal to the demand and capacity charges that NYSEG is required to pay NYPA for EDP power purchased from NYPA for the customer.
Energy Charge - per kWh (applied to the customer's monthly NYPA Billing Energy)	NYSEG will charge the customer a NYPA En- ergy Charge for EDP service equal to the energy charge that NYSEG is required to pay NYPA for EDP power purchased from NYPA for the Customer.
Reactive Charge: Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hours	\$0.00078

EDP customers may obtain energy loss compensation service, Operating Reserve - Spinning Reserve Service, and Operating Reserve - Supplemental Reserve Service (collectively referred to as "voluntary ancillary services") from NYPA or another supplier other than NYSEG. If such EDP customer chooses to obtain the voluntary ancillary services from NYSEG, they will be provided at the rates and charges included in the then effective OATT, or for loss compensation services at rates and terms mutually agreed upon by NYSEG and such customer.

Billing Period:

The billing period for customers served under this special provision shall be the calendar month. When a customer's eligibility for EDP expires, that customer shall revert back to the billing period of the applicable service classification.

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