Received: 09/24/2010

Status: CANCELLED Effective Date: 09/26/2010

PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: September 26, 2010

Leaf No. 142

Revision: 9

Superseding Revision: 7

Issued in compliance with Order in Case 09-E-0715 dated September 21, 2010

SERVICE CLASSIFICATION NO. 2 (Continued)

SPECIAL PROVISIONS: (Cont'd)

- (f) Economic Incentives: (Cont'd)
 - (7) Reserved for Future Use
 - (8) Incremental Load Incentive ("ILI")

Customers who qualify under the Incremental Load Incentive (ILI) in Section 19 of the General Information section may select one of the following rate options, as specified in this Service Classification and Section 25, Supply Service Options, for such qualified incentive load: 1) NYSEG Supply Service (NSS), or 2) ESCO Supply Service (ESS), or 3) Hourly Pricing.

For a customer qualifying for the Incremental Load Incentive (ILI), all customers will be subject to the otherwise applicable standard service classification rates, including the Transition Charge, Commodity, and Merchant Function and Bill Issuance Charges, if applicable, System Benefits Charge, Renewable Portfolio Standard, Temporary State Assessment Surcharge, and Revenue Decoupling Mechanism in accordance with the standard NSS, ESS, or Hourly Pricing rates for this Service Classification. Hourly Pricing customers will also be billed the Hourly Metering Charge and Electric Capacity Charge in accordance with the Hourly Pricing rates for this Service Classification.

The qualified load receiving the incentive will be billed at the following applicable NSS, ESS, or Hourly Pricing delivery rates:

	Effective Date		
	09/26/2010	09/01/2011	09/01/2012
Delivery Charges			
Customer Charge	\$ 2.84	\$ 3.87	\$5.37
Meter Ownership Charge	\$ 1.68	\$ 1.68	\$ 1.68
Meter Service Charge	\$ 8.48	\$ 8.48	\$ 8.48
Meter Data Service Charge (Meter Reading)	\$ 2.08	\$ 2.08	\$ 2.08
Demand Charge (All kilowatts, per kilowatt)	\$ 8.08	\$8.13	\$8.32
Energy Charge (All kilowatt-hours, per kilowatt-hour)	\$0.00311	\$0.00344	\$0.00340
Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour	\$0.00078	\$0.00078	\$0.00078

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