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PSC No: 120 - Electricity

New York State Electric and Gas Corporation

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Revision: 4

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SERVICE CLASSIFICATION NO. 3 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

(h) Industrial/High Load Factor ("I/HLF") Rate Provision:

(1) Available to a customer's account that meets usage eligibility as defined in (2) or (3) of this section. Customers who are taking service under NYSEG's Economic Development Incentive, Economic Development Zone Incentive, New York Power Authority (NYPA) programs (Expansion Power, Economic Development Power, Replacement Power, High Load Manufacturer Power, Power For Jobs and Preservation Power) or S.C. 14 may take service under this rate provision, only for that portion of their load served at NYSEG's standard tariff rate, provided that the non-discounted load meets the eligibility requirements of this special provision. Allocation of billing units (kW, kWh, rkvah) for partial load is explained in (3) of this section.

I/HLF rates are not available for Subtransmission Voltage service.

Recipients of other NYSEG incentive rates applicable to their entire load, may qualify for this special provision by relinquishing eligibility under the incentive, provided that they meet the eligibility requirements of this special provision.

(2) Eligibility:

Eligibility will be determined based on the total metered demand and energy excluding the NYPA portion of that metered amount.

(i) Industrial Rate Provision:

Not applicable to customers in this service classification. Customers with average annual demands in excess of 500 kW, are served under S.C. No. 7.

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