PSC No: 120 - ElectricityLeaf No. 170.1New York State Electric & Gas CorporationRevision: 3Initial Effective Date: September 26, 2010Superseding Revision: 2Issued in compliance with Order in Case 09-E-0715 dated September 21, 2010

SERVICE CLASSIFICATION NO. 3 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

(d) Economic Incentives: (Cont'd)

(8) Incremental Load Incentive ("ILI"): (Cont'd)

Customers transitioning from the Incubator Development Incentive will be phased in as follows:

	Effective Date	
Per kilowatt hour,	01/01/2010	01/01/2011
for all qualified	\$0.010	\$0.005
kilowatthours		

At any time during the phase in, an IDI customer may make a one-time election to receive the ILI discount on the qualified kilowatt-hours i nstead of the phase in. Once a customer had made this election, they will not be allowed to return to the phase in.

(e) Controlled Load Time-of-Use Service Option:

Customers who have a total connected load of at least 25 kW, with at least 12.5 kW of that load being newly installed controlled equipment, may choose to take their entire service under Service Classification No. 7 with Time-of-Use metering. Controlled Load equipment will include, but not be limited to, Electric Thermal Storage equipment (E.T.S.), Air Conditioning equipment, Water Heating or other Heating/Cooling installations which are designed to operate advantageously during off-peak hours as defined in Service Classification No. 7.

(f) Reserved for Future Use

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