

PSC No: 87 - Gas
 New York State Electric & Gas Corporation
 Initial Effective Date: 09/26/10
 Issued in compliance with Order in Case 09-G-0716 dated 09/21/10

Leaf No. 18.1
 Revision: 4
 Superseding Revision: 2

SERVICE CLASSIFICATION NO. 2 (CONT'D)

GENERAL SERVICE (CONT'D)

SPECIAL PROVISIONS: (CONT'D)

B. Economic Development Incentive (EDI):

As provided in General Information Section 6 of this Schedule, this provision is no longer available to additional customers on or after 09/26/2010.

Customers who qualify, under the Economic Development Incentive (EDI) in Section 6 of the General Information section of this Schedule, to receive an incentive for usage qualified prior 10/01/04 will have their service bills reduced for a term of 60 months. The reduction will be based on the following discount rates by Area for such qualified Therms in excess of the greater of: 1) 500 Therms; or 2) the base amount established for each monthly billing period (as described in General Information Section 6 of this Schedule):

| | |
|----------------------------------|-------------------|
| Elmira Area | \$0.04 per Therm |
| Goshen, Lockport, Combined Areas | \$0.05 per Therm |
| Owego Area | \$0.03 per Therm |
| Binghamton Area | 50% off Tailblock |

Customers who qualify, under the Economic Development Incentive (EDI) in Section 6 of the General Information section of this Schedule, to receive an incentive for usage qualified on or after 10/01/04 will have their service bills reduced for a term of 60 months. The reduction will be based on the following discount rates by Area for such qualified Therms in excess of the base amount established for each monthly billing period (as described in General Information Section 6 of this Schedule):

For All Areas:

| Discount Rate (per Therm) | |
|---------------------------|----------|
| Next 497 Therms | \$0.0340 |
| Next 14,500 Therms | \$0.0238 |
| Over 15,000 Therms | \$0.0238 |

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