

PSC No: 120 - Electricity  
New York State Electric and Gas Corporation  
Initial Effective Date: September 26, 2010  
Issued in compliance with Order in Case 09-E-0715 dated September 21, 2010

Leaf No. 277  
Revision: 2  
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 10 (Continued)

RATE TO BE PAID BY THE CORPORATION: (Per Month) (Cont'd)

- (1) Qualifying small, random suppliers of energy, limited to secondary single phase service voltage, may elect to sell their output to the Company on a non-time differentiated basis. Deliveries will be measured using a standard kWh meter and energy payments based on the average NYISO Day Ahead LBMP applicable to the zone within which deliveries are made;
- (2) In the event the NYISO does not require a Dependable Maximum Net Capability, any applicable capacity payment shall be made based upon the  $LBMCP_m$  divided by the number of hours in the respective month, times the energy delivered for the respective month.
- (3) The customer may be entitled to receive direct payment from the NYISO for (1) NYISO Tariff Schedule II Reactive Supply and Voltage Control, and/or (2) NYISO Tariff Schedule III Regulation and Frequency Response, and/or (3) NYISO Tariff Schedule V Operating Reserve, and/or (4) NYISO Tariff Schedule VI Black Start Service. Payment from the NYISO for each of these services is conditioned upon the customers meeting the requirements of the NYISO and making the appropriate contractual arrangements directly with the NYISO.

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