

PSC No: 120 - Electricity
New York State Electric & Gas Corporation
Initial Effective Date: January 1, 2008

Leaf No. 216.1
Revision: 2
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 7 (Continued)

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS: (CONT'D.)

4. Hourly Pricing – Mandatory and Voluntary

Mandatory

Hourly Pricing will be phased in and mandatory for any customer as follows:

Effective January 1, 2008 – Customers with billed demand greater than or equal to 500 kW in any two months within the twelve months beginning on August 30, 2007.

Effective January 1, 2009 – Customers with billed demand greater than or equal to 400 kW in any two months within the twelve months prior to September 1, 2008.

Effective January 1, 2010 – Customers with billed demand greater than or equal to 300 kW in any two months within the twelve months prior to September 1, 2009.

A customer taking service under Hourly Pricing will remain subject to this provision until their monthly metered demand has been less than 300 kW for 12 consecutive months.

Customers that received an Economic Incentive or NYPA allocation on or before December 31, 2006, are exempt from mandatory Hourly Pricing as set forth under Voluntary Hourly Pricing.

Economic Development Program	SUPPLY SERVICE OPTIONS for customers having a billed demand as set forth above and began receiving the Economic Incentive on or after January 1, 2007	
	Electricity Supply Pricing Options for the load not receiving the incentive	Electricity Supply Pricing Options for load receiving the incentive
Economic Development Zone Incentive *	EPO or Hourly Pricing	EPO or Hourly Pricing
Incremental Load Incentive *	EPO or Hourly Pricing	EPO or Hourly Pricing

* The customer must choose the same Supply Service Option for its incentive, non-incentive load and any future load.

Voluntary:

Hourly Pricing is voluntary for any customer taking service under Service Classification No. 7 who does not meet the requirements for Mandatory Hourly Pricing set forth above. Once a customer voluntarily elects Hourly Pricing, they will remain subject to this provision until their monthly metered demand has been less than 300 kW for 12 consecutive months.

Hourly Pricing is also voluntary to a customer with load supplied by NYPA beginning on or prior to December 31, 2006, and would have otherwise qualified for Mandatory Hourly Pricing. These customers will have the following Supply Service Options, all described herein, for the non-NYPA load, VPO, FPO, EPO, or Hourly Pricing, until the end of their participation in the NYPA program at which time they will be subject to Mandatory Hourly Pricing and have the two supply options EPO or Hourly Pricing, as described below.

Issued in compliance with order in Case No. 07-E-0479 dated 08/29/07.

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