

PSC No: 120 - Electricity
New York State Electric & Gas Corporation
Initial Effective Date: March 1, 2006

Leaf No. 243
Revision: 4
Superseding Revision: 2

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

- (d) Economic Incentives (Cont'd)
(10) Small Business Growth Incentive ("SBGI"):

As provided in Section 19 of the General Information section of this Schedule, this provision expired on December 31, 2006.

- (11) Incremental Load Incentive ("ILI"):

Customers who qualify, under the Incremental Load Incentive (ILI) in Section 25 of the General Information section of this Schedule may select one of the following rate options, as specified in this Service Classification and Section 12, Customer Advantage Program, of this Schedule, for such qualified incented load: 1) NYSEG Fixed Price Option (FPO), 2) NYSEG Variable Price Option (VPO), or 3) ESCO Price Option (EPO).

Such customers will have their service bills reduced, for a term of 60 months, by an incentive rate per kilowatt-hour for all qualified kilowatt-hours used thereunder.

The incentive rate will be the equivalent of the applicable Transition Charge (NBC), as described in this Service Classification, less the ancillary service costs and NTAC components of the Transition Charge, to the extent that the Transition Charge exceeds the ancillary service costs and NTAC components.

The incentive rate for such qualified load billed at EPO or VPO may change monthly due to the fluctuating Transition Charge. An Economic Incentive Rate (EIR) Statement setting forth the monthly incentive rates for each rate option will be filed with the Public Service Commission on not less than three (3) days' notice prior to the first day of each month. Such statement can be found at the end of this Schedule (PSC 120 - Electricity).

- (e) Billing Duration:

Service Classification No. 2 customers who opt for service under Service Classification No. 7 for the first time must remain on the Time-Of-Use rate for a period of not less than six months prior to becoming eligible to return to Service Classification No. 2. If a customer returns to Service Classification No. 2, the customer must remain a Service Classification No. 2 customer for at least 18 months before again becoming eligible for Service Classification No. 7. If the customer again opts for Service Classification No. 7, the customer must remain on Service Classification No. 7 in conformance with the TERM as set forth herein.

- (f) Plattsburgh Air Force Base

Eligibility:

This provision is applicable to Plattsburgh Airbase Redevelopment Corporation ("PARC") and PARC customers served by the electrical delivery system of the former Plattsburgh Air Force Base as of September 30, 2003.

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