

PSC No: 120 - Electricity  
New York State Electric & Gas Corporation  
Initial Effective Date: January 1, 2005

Leaf No. 243  
Revision: 2  
Superseding Revision: 1

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

(d) (10) Small Business Growth Incentive ("SBGI"):

Customers who qualify under the Small Business Growth Incentive (SBGI) in Section 19 of the General Information section of this Schedule shall take service under the applicable NYSEG Fixed Price (BRO) rate, as specified in this Service Classification and Section 12, Customer Advantage Program, of this Schedule, for the qualified incented load.

Customers who were qualified for such SBGI prior to July 1, 2003 will have their service bills reduced by an incentive rate for all qualified kilowatt-hours.

The incentive rate will be revised annually, as follows:

Effective Date	Effective Date
01/01/2005	01/01/2006
\$0.0227	\$0.0191

Customers who are qualified for such SBGI on or after July 1, 2003 will have their service bills reduced by an incentive rate of \$.0154 per kilowatt-hour for all qualified kilowatt-hours used thereunder.

(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.

Issued in compliance with orders in Case 01-E-0359 dated October 9, 2002, and May 9, 2003.

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