

PSC No: 88 - Gas  
NEW YORK STATE ELECTRIC & GAS CORPORATION  
Initial Effective Date: 10/01/04

Leaf No. 106.1  
Revision: 0  
Superseding Revision:

### SERVICE CLASSIFICATION NO. 14 (CONT'D)

### NON-RESIDENTIAL FIRM AGGREGATION TRANSPORTATION SERVICE (CONT'D)

#### SPECIAL PROVISIONS: (CONT'D)

#### G. Economic Development Zone Incentive (EDZI)

Customers who qualify, under the Economic Development Zone Incentive (EDZI) in Section 34 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 ten (10) years following initial zone certification, beginning with the eligibility date on the zone certificate (unless the customer's initial zone certification becomes invalid), notwithstanding the expiration of the designation of an Economic Development Zone in the area where the customer is located. 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 34 of this Schedule).

EDZI Incentive Rates for all Areas except Champlain Area:

	Effective Date				
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08
Discount Rate (per Therm)					
Next 497 Therms	\$0.0475	\$0.0493	\$0.0493	\$0.0539	\$0.0679
Next 14,500 Therms	\$0.0475	\$0.0475	\$0.0475	\$0.0475	\$0.0475
Next 35,000 Therms	\$0.0475	\$0.0475	\$0.0475	\$0.0475	\$0.0475
Over 50,000 Therms	\$0.0177	\$0.0475	\$0.0475	\$0.0475	\$0.0475

EDZI Incentive Rates for Champlain Area:

	Effective Date				
	10/01/04	10/01/05	10/01/06	10/01/07	10/01/08
Discount Rate (per Therm)					
Next 222 Therms	\$0.0475	\$0.0493	\$0.0493	\$0.0539	\$0.0679
Next 275 Therms	\$0.0475	\$0.0493	\$0.0493	\$0.0539	\$0.0679
Next 14,500 Therms	\$0.0475	\$0.0475	\$0.0475	\$0.0475	\$0.0475
Next 35,000 Therms	\$0.0475	\$0.0475	\$0.0475	\$0.0475	\$0.0475
Over 50,000 Therms	\$0.0177	\$0.0475	\$0.0475	\$0.0475	\$0.0475

Issued in compliance order in Case 01-G-1668 dated September 23, 2003

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