

PSC No: 120 - Electricity
New York State Electric & Gas Corporation
Initial Effective Date: May 12, 2004

Leaf No. 144
Revision: 1
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 2 (Continued)

SPECIAL PROVISIONS: (Cont'd)

(i) Agricultural Customers Time-of-Use Service Option:

Any Agricultural customer producing a "farm product" as defined in Subdivision 5 of Section 2 of the Agriculture and Markets Law may choose to take their entire service under Service Classification No. 7 with Time-of-Use metering.

(j) RESERVED FOR FUTURE USE

(k) 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.

Phase-In of Rates:

1. Eligible customers' bills subject to this Special Provision will be calculated pursuant to the methodology historically used by PARC (the "PARC Method") and pursuant to the NYSEG Fixed Price (BRO) rate effective January 1, 2003, as specified in the otherwise applicable Service Classification of this Schedule.

If an eligible customer would incur an increase under the NYSEG Fixed Price (BRO) rate, such customer will pay the bill calculated pursuant to the PARC Method plus the following percentages of the difference between the bill calculated at NYSEG's Fixed Price (BRO) rate and the bill calculated using the PARC Method (inclusive of incentives, but exclusive of taxes which will be added to the eligible customer's bill.):

- (i) immediately upon PSC approval of this Special Provision, for a twelve month period thereafter: twenty-five percent (25%)
- (ii) commencing one year after the commencement of the rate described in (i) above: sixty percent (60%)
- (iii) commencing on the earlier of one year after the commencement of the rate described in (ii) above or January 1, 2006, the customer will be required to pay the full applicable NYSEG tariff rate.

If an eligible customer would not incur an increase under a bill calculated at the applicable NYSEG Fixed Price (BRO) rate, the customer will be billed at the applicable NYSEG Fixed Price (BRO) rate.

Issued in compliance with order in Case 03-E-1552 dated November 28, 2003.

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