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PSC No: 120 - Electricity

New York State Electric and Gas Corporation

Initial Effective Date: December 1, 2003

Leaf No. 245

Revision: 0

Superseding Revision:

## SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

- (h) Industrial/High Load Factor Rate Provision (Cont'd.):
  - (2) Eligibility (Cont'd.)
    - (ii) High Load Factor Rate Provision:

Applicable to an existing customer's account having an annual load factor of 68.0% or greater (approximately 500 hours' average use of kW demand per month). Also applicable to a new customer's account with an estimated annual load factor of 68.0% or greater. Annual load factor for this provision is calculated as follows:

A/(D\*H)

- A = Annual kWh. For existing customers this will be the actual total energy usage billed during the most recent 12 consecutive months. For new customers or customers with incomplete history, the annual usage will be estimated by the Corporation from engineering and operating estimates to fit within the time period.
- D = Maximum demand. For existing customers this will be the highest billed on-peak demand during the most recent 12 consecutive months. For new customers or customers with incomplete history, the demand will be estimated by the Corporation from engineering and operating estimates to fit within the time period.
- H = Number of total hours in the annual billing period.

Any customer taking service under the Business Retention Incentive or the Economic Revitalization Incentive may, if otherwise qualified, choose instead to take service under this Rate Provision, provided that the customer has met or agrees to continue to meet its Business Retention or Economic Revitalization commitments.

## (3) Rate Qualification Review:

Each account will be reviewed annually to verify continued qualification, based on usage during the previous year. Such review shall occur 12 months after the initiation of this rate provision, and shall be repeated each year thereafter.

- (i) To maintain qualification for the Industrial provision, the average annual demand of a customer's account, as determined above, must be 500 kW or greater.
- (ii) To maintain qualification for the High Load Factor provision, the annual load factor for a customer's account, as determined above, must be 68.0% or greater.

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