Received: 10/22/2003

Status: CANCELLED Effective Date: 12/01/2003

PSC No: 120 - Electricity

New York State Electric and Gas Corporation

Initial Effective Date: December 1, 2003

Leaf No. 30

Revision: 0

Superseding Revision:

GENERAL INFORMATION

12. Customer Advantage Program: (Cont'd.)

C. Customer Eligibility Criteria:

Except as specified in this Section 12.C., all customers are eligible to select an electric rate option.

1. Incented and Non-incented Load:

Customers receiving an Economic Incentive for load qualified prior to July 1, 2003 or Interruptible service shall be served under the NYSEG Fixed Price (BRO) rate for the load receiving such incentive (Incented Load).

Customers receiving the Economic Development Incentive (EDI), the Economic Development Zone Incentive (EDZI), or the Incubator Development Incentive (IDI), for load qualified on or after July 1, 2003, may select a rate option, for such qualified Incented Load, as specified in the applicable Special Provision for Economic Incentives of the respective service classifications.

Customers qualifying for the Economic Revitalization Incentive (ERI), Small Business Growth Incentive (SBGI), or Self-Generation Deferral Incentive (SGDI) shall be served under the applicable NYSEG Fixed Price (BRO) rate for the qualified Incented Load.

The Non-Incented Load (defined as load that is not served under special contract, an economic incentive or discounted rate) can be served under any of the rate choices.

2. Residential Seasonal Customers

A residential customer who is taking service under Special Provision (a) of SC Nos. 1 or 8 (Seasonal Service) is eligible only for the NYSEG Fixed Price (BRO) or NYSEG Fixed Price with Supply Credit (BRO w/RAC) rate.

3. Customers Applying for Service

Customers applying for service during the period of October 1, 2002 through October 31, 2002 will be subject to the otherwise applicable enrollment rules for the October 1 through December 31, 2002 Enrollment Period. All other customers (those applying for service on or after November 1, 2002 through December 31, 2004) will have 90 days to elect an electric rate option as specified above in Section 12.A. If a customer applying for service does not elect a rate until after January 1, 2003, NYSEG will bill the customer at the appropriate default rate. A "Small" customer, defined as a customer taking secondary voltage service, i.e., SC Nos. 1, 2, 5, 6, 7-1 (secondary), 8, 9 or 12 of this Schedule, and PSC No. 118 Street Lighting, will be placed on NYSEG's Fixed Price (BRO) rate, and a "Large" customer, defined as a customer taking service at primary distribution, subtransmission, or transmission voltages, i.e., SC Nos. 3, 7-2 (primary), 7-3 (subtransmission), or 7-4 (transmission) of this Schedule, will be placed on NYSEG's Variable Price (VRO) rate until the customer or its ESCO has contacted NYSEG with their rate selection, subject to the 90-day limitation.

4. SC 13 or SC 14 Contracts

A customer taking service under SC Nos. 13 or 14 whose contract expires during the Enrollment Period (October 1 through December 31, 2002) is eligible for a rate as described below in Section 12.D.

A customer taking service under SC Nos. 13 or 14 whose contract expires on or after January 1, 2003, may select an electric rate option, upon expiration of their contract, subject to the rules specified in Customer Advantage Section 12.G.6. A customer receiving service under such SC13 or SC14 contract will not be eligible to select a rate option during the term of the contract unless the contract so provides.

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