

PSC No: 120 - Electricity
New York State Electric and Gas Corporation
Initial Effective Date: December 1, 2003

Leaf No. 291
Revision: 0
Superseding Revision:

SERVICE CLASSIFICATION NO. 11 (Continued)

MINIMUM CHARGE:

The Customer Charge plus the Contract Demand Charge related to Generation, Transmission, Ancillary and Distribution Facilities, unless the as-used demand charges exceed the rolling 12-month minimum contract demand charge as described later in this service classification.

RATE PERIODS:

On-peak hours are defined as the hours between 7:00 A.M. and 10:00 P.M. (Local Time), Monday through Friday with the exception of the following holidays: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day. Those hours not designated as on-peak are defined as off-peak.

SURCHARGE TO COLLECT SYSTEM BENEFITS CHARGE ("SBC"):

A surcharge of \$.0015 per kWh will be added to each Energy Charge on the customers' bills in this Service Classification to collect the System Benefits Charge (as explained in this Schedule, General Information Section 4). This charge will be effective with usage beginning January 1, 2003.

INCREASES IN RATES AND CHARGES:

The rates and charges under this Service Classification, including the minimum charge, will be increased by a surcharge pursuant to Section 6 P.S.C. No. 120 to reflect the tax rates applicable within the municipality where the customer takes service.

DETERMINATION OF CONTRACT DEMAND:

The Contract Demand for calculating the monthly bill under this Service Classification shall be the demand set forth in the Customer's application for service. Thereafter, it will be increased to the highest metered demand within the term of the contract. The metered demand will be the highest average kilowatts used in any fifteen minute interval during the month. Customers can change their contract demand nominations annually or whenever a new rate design is implemented, except that the nomination: 1) shall not be demonstrably unreasonable in light of likely usage by the customer should the customer take back-up and/or maintenance service from NYSEG; and 2) shall not be lower than the maximum demand achieved by the customer in the twelve months prior to the date of the contract nomination. Customers will be subject to a monthly contract demand penalty if the customer's metered demand exceeds the contract demand. The penalty surcharge will be equal to 9 times the product of a) the applicable contract demand charge; and b) the difference between the actual demand for that month and the nominated demand.

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