

PSC No: 120 - Electricity
New York State Electric and Gas Corporation
Initial Effective Date: October 30, 2005

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GENERAL INFORMATION

19. Small Business Growth Incentive ("SBGI")

Certain existing Commercial and Industrial customers may apply for a Small Business Growth Incentive ("SBGI") rate. Eligible existing customers include those taking service under Service Classification Nos. 2, 3, 6, 7 or 9 of this Schedule. However, no existing NYSEG customer may qualify for the SBGI if eligible for the "Industrial High Load Factor Special Provision" applicable to SC 2, 3 or 7.

As set forth in the "Economic Incentives" Special Provision applicable to SC 2, 3, 6, 7 and 9, the SBGI will be in the form of a cents per kilowatt hour ("kWh") reduction to the Energy Charge for incremental usage above the customer's adjusted historical monthly usage profile, beginning with the customer's first full billing cycle after the Corporation completes the required entries to complete the application and qualification process.

The Corporation will develop historic kWh usage profiles for each qualified meter by calendar month, based upon the Corporation's billing records, as determined by the Corporation. After increasing the historic usage profiles by 1%, the Corporation will enter, by calendar month, the kWh usage profile data into the Corporation's billing system to permit automated billing of the incentive, for use over the prorated billing month(s) kWh usage profile(s). An existing customer, meeting the above-described characteristics but not having 12 months of billing history, is not yet eligible for SBGI.

Once a customer, otherwise eligible for the SBGI, satisfies the requirement of 12 months of billing history, the customer will be eligible to apply for the SBGI for growth over the established profile as adjusted by the Corporation. (Customers, not meeting the above criteria, may be eligible for the Company's Economic Development Incentive as set forth in Section 8 herein of Schedule P.S.C. No. 120 - Electricity.)

Eligibility for Rate Options

Customers qualifying for the SBGI shall take service under the applicable NYSEG Fixed Price Option (FPO), as specified in General Information Section 12, Customer Advantage Program, and the applicable service classification of this Schedule, for the qualified incented load.

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