Received: 01/16/2018 Status: CANCELLED Effective Date: 01/17/2018

PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: January 17, 2018

Leaf No. 170

Revision: 16

Superseding Revision: 15

Issued in compliance with Order in Case No. 09-M-0311, dated 12/19/17.

SERVICE CLASSIFICATION NO. 3 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

(d) Economic Incentives: (Cont'd)

(8) Incremental Load Incentive ("ILI"):

Customers who qualify under the Incremental Load Incentive (ILI) in Section 19 of the General Information section may select one of the following rate options, as specified in this Service Classification and Section 25, Supply Service Options, for all of their load: 1) NYSEG Supply Service (NSS), 2) ESCO Supply Service (ESS), or 3) Hourly Pricing.

Such customers shall receive the incentive for a term of 60 months.

All customers shall be subject to the otherwise applicable standard service classification rates, including the Transition Charge (Non-Bypassable Charge ["NBC"]), Commodity, and Merchant Function and Bill Issuance Charges, if applicable, System Benefits Charge, Revenue Decoupling Mechanism, Reliability Support Services (RSS), and Revenue Adjustment Mechanism (RAM), if applicable, in accordance with the standard NSS, ESS, or Hourly Pricing rates for this Service Classification.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Binghamton, New York