PSC No: 120 - ElectricityLeaf No. 170New York State Electric & Gas CorporationRevision: 12Initial Effective Date: January 1, 2016Superseding Revision: 11Issued in compliance with Order in Case 07-M-0548 and 15-M-0252 dated 6/19/15

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 will receive the incentive for a term of 60 months.

Effective through 8/31/11:

All customers will be subject to the otherwise applicable standard service classification rates, including the Transition Charge, Commodity, and Merchant Function and Bill Issuance Charges, if applicable, System Benefits Charge, Renewable Portfolio Standard, Temporary State Assessment Surcharge, and Revenue Decoupling Mechanism, if applicable, in accordance with the standard NSS, ESS, or Hourly Pricing rates for this Service Classification.

Effective 9/01/12 for customers taking Primary service only:

Such customers will be exempt from paying the Transition Charge. If it is determined that a bill calculated with the incentive exceeds a bill calculated under the otherwise applicable standard service classification rates, the customer will pay the lower of the two bills.

PRIMARY VOLTAGE	Effective 09/01/12
Delivery Charges	
Customer Charge	\$55.41
Meter Ownership Charge	\$2.29
Meter Service Charge	\$11.58
Meter Data Service Charge (Meter Reading)	\$3.53
Demand Charge	
(All kilowatts, per kilowatt)	\$4.78
Energy Charge	
(All kilowatt-hours, per kilowatt- hour)	\$0.00356
Reactive Charge Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour	\$0.00078

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