PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: July 1, 2015 Issued in Compliance with Order in Case 14-E-0423 dated December 15, 2014 Leaf No. 117.46.15 Revision: 0 Superseding Revision:

GENERAL INFORMATION

35. Commercial System Relief Program (Cont'd)

J. Reservation Payment Option

- 1. Payments
 - a. Reservation Payments

Direct Participants and Aggregators shall receive Reservation Payment for each Capability Period month in which they are enrolled. The Reservation Payment rate per kW is based on the number of cumulative Planned Events for which the Direct Participant or Aggregator was asked to provide Load Relief during the Capability Period, as follows:

The payment rate is \$2.75 per kW per month in months in which, as of the last day of such month, the Company asked the Direct Participant or Aggregator to provide Load Relief for four or fewer cumulative Planned Events since the current Capability Period commenced. The payment rate is \$3.00 per kW per month in months in which, as of the last day of such month, the Company asked the Direct Participant or Aggregator to provide Load Relief for five or more cumulative Planned Events since the current Capability Period commenced.

The Reservation Payment per month is equal to the applicable Reservation Payment rate per kW per month multiplied by the kW of contracted Load Relief multiplied by the Performance Factor.

b. Payment for Participation during Unplanned Events

A Direct Participant or Aggregator shall receive payment for performance during each Unplanned Event, provided the Company can verify that the Direct Participant or Aggregator provided Load Relief.

The payment rate is \$0.15 per kWh for a Load Relief Period in which Load Relief was provided for each hour during the Load Relief Period.

This payment is not available to Distribution Load Relief Program (Rule 34) participants who receive payment for energy during concurrent Load Relief hours.

c. Performance Payments for Load Relief Except as specified in section I, the Company shall make a payment to a Direct Participant or Aggregator who provides Load Relief during a Planned Event or Test Event.

The Performance Payment rate is \$0.15 per kWh.

The Performance Payment amount paid per event is equal to the Performance Payment rate per kWh multiplied by the average hourly kWh of Load Relief provided during the event multiplied by the number of event hours.