Effective Date: 07/21/2016

PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: June 19, 2015 Leaf No. 227 Revision: 7 Superseding Revision: 6

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd)

- (d) Economic Incentives: (Cont'd)
 - (3) Economic Development Zone Incentive:

Customers who qualify, under the Economic Development Zone Incentive (EDZI) in Section 9 of the General Information section of this Schedule, to receive an incentive for load qualified on or after July 1, 2003 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 10 years following initial zone certification beginning with the eligibility date on the zone certificate (unless the customer's initial zone certification(s) becomes invalid).

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

Cancelled by supplement No. 39 effective 06/24/2016 Suspended to 07/21/2016 by order in Case 15-E-0283. See Supplement No. 38. Th e supplement filing date was 04/13/2016 Suspended to 04/17/2016 by order in Case 15-E-0283. See Supplement No. 37. Th e supplement filing date was 10/01/2015 Suspended to 10/17/2015 by order in Case 15-E-0283. See Supplement No. 34. Th e supplement filing date was 06/11/2015