

Effective Date: 07/21/2016

PSC No: 120 - Electricity  
New York State Electric and Gas Corporation  
Initial Effective Date: June 19, 2015

Leaf No. 162  
Revision: 4  
Superseding Revision: 3

### SERVICE CLASSIFICATION NO. 3 (Continued)

#### DETERMINATION OF DEMAND:

The billing demand shall be the metered demand, which is the highest average kilowatts used in a 15-minute interval during the month.

For subtransmission customers also served by the Company under Special Provision F of Service Classification No. 10, the measured demand of the output provided by the customer's generating facility shall be added to the measured demand as determined by the Company's meter for service under this Classification.

Customers who choose to take all or part of their back-up or maintenance service under this service classification rather than under Special Provision (d) of the Company's Service Classification No. 11 shall pay a minimum demand charge as described in the Company's Service Classification No. 11. Customers shall pay a minimum demand charge related to generation, ancillary, and transmission costs. The minimum demand charge is based on a rate per kW of the contract demand and is accumulated over a 12-month period. The accumulated contract demand charge component shall be compared to the accumulated demand charge in this service classification. If the contract demand charge is greater than the demand charge in this service classification, then the customer shall only pay the contract demand charge in that month. If it is less than the demand charge in this service classification, then the customer shall pay that difference in that month.

#### DETERMINATION OF REACTIVE KILOVOLT-AMPERE HOURS:

Whenever the customer's metered demand is 200 kW or more for two consecutive billing periods, the reactive kilovolt-ampere hours shall thereafter be metered. The billing reactive kilovolt-ampere hours shall be the reactive kilovolt-ampere hours in excess of 1/3 of the metered kWh.

Effective 05/01/2010:

Whenever the customer's metered demand is 200 kW or more for two billing periods in any two of the previous 12 months, the reactive kilovolt-ampere hours shall thereafter be metered. The billing reactive kilovolt-ampere hours shall be the reactive kilovolt-ampere hours in excess of 1/4 of the metered kWh.

#### TERMS OF PAYMENT:

All bills are rendered at the above "unit prices" and that amount is due on bills paid on or before the "past due" date indicated on the bill. A late payment charge at the rate of 1½% per month shall be billed on all amounts not paid by that date. (Further details in Section 4 of P.S.C. No. 119 - Electricity or superseding issues thereof.)

#### TERM:

One year and thereafter until terminated by 30 days' written notice. However, the Company may, with the permission of the Public Service Commission, require the customer to agree to take service at rates from time to time effective for a longer term dependent upon the amount of investment required or other unusual conditions incident to the service.

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