

Effective Date: 07/21/2016

PSC No: 120 - Electricity
 New York State Electric & Gas Corporation
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Leaf No. 217.1
 Revision: 4
 Superseding Revision: 3

SERVICE CLASSIFICATION NO. 7 (Continued)

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS: (CONT'D.)

4. Hourly Pricing – Mandatory and Voluntary (Cont'd.)

DELIVERY CHARGES:

The delivery charges set forth in this Service Classification for standard service shall apply to a customer taking service under Hourly Pricing. A customer that qualifies for the Economic Development Zone Incentive shall pay the delivery charges set forth in the Special Provision (d)(3) Economic Development Zone Incentive. A customer that qualifies for the Industrial/High Load Factor Special Provision shall pay the delivery charges as set forth in the Special Provision (h).

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS:

Customers served under this provision must select from the different electricity Supply Service Options offered by the Company as described below. The Company shall offer a Retail Access rate choice and a Non-Retail Access rate choice.

The Retail Access choice (see 1 below) is the ESCO Supply Service (ESS). The Non-Retail Access choice (see 2 below) is the NYSEG Hourly Day-Ahead Market Pricing Option ("Hourly Pricing").

The Company shall provide only delivery service for the Retail Access choice. Electricity supply is provided by an Energy Services Company ("ESCO"). Hourly Pricing customers are able to select ESCO commodity service at any time.

The Company shall provide delivery service and commodity service for the Non-Retail Access choice.

A customer who has not chosen an option, and for whom the Company has not received a retail access enrollment from an ESCO, shall default to the Company Hourly Day-Ahead Market Pricing Option.

1. ESCO Supply Service (ESS)

This Retail Access choice includes fixed charges for the Company delivery service and a Transition Charge set forth on the Transition Charge Statement. Electricity supply is provided by an ESCO. Customers that elect ESS and receive a Consolidated Bill shall not be subject to the Bill Issuance Charge.

2. NYSEG Hourly Day-Ahead Market Pricing Option ("Hourly Pricing")

This Non-Retail Access choice includes fixed charges for the Company delivery service, a Transition Charge set forth on the Transition Charge Statement, a Merchant Function Charge, and a commodity charge for electricity supply that fluctuates hourly with the market price of electricity including losses, unaccounted for energy, capacity, and capacity reserves, as further described herein. Electricity supply is provided by the Company.

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