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PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: June 1, 2012

Leaf No. 243.2

Revision: 4

Superseding Revision: 3

Issued in compliance with Order in Case 11-M-0542 dated December 9, 2011

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

(d) (10) Incremental Load Incentive (ILI) (Cont'd)

Customers transitioning from the Incubator Development Incentive will be phased in as follows:

Per kilowatt-hour, for	Effective Date	
all qualified kilowatt-	01/01/2010	01/01/2011
hours	\$0.010	\$0.005

At any time during the phase in, an IDI customer may make a one-time election to receive the ILI discount on the qualified kilowatt-hours instead of the phase in. Once a customer has made this election, they will not be allowed to return to the phase in.

(d) (11) Excelsior Jobs Program (EJP)

Service taken under this Service Classification may be eligible for the rates and charges under the Excelsior Jobs Program. Any customer who meets the qualifications set forth under General Information Section 31 shall pay for service at the following rate:

RATE: (per month)

For customers qualifying for the EJP, the Transition Charge (Non-Bypassable Charge) and the Revenue Decoupling Mechanism (RDM) Adjustment do not apply to the following SC No. 7 voltage levels: Secondary, Primary, and Transmission. All customers will be required to pay Commodity, Capacity, Merchant Function, and Bill Issuance Charges, if applicable, in accordance with the standard NSS or ESS rates for this Service Classification. All customers are also required to pay the System Benefits Charges, Renewable Portfolio Standard, Temporary State Assessment Surcharge, and Reactive Charges in accordance with the standard NSS or ESS rates for this Service Classification.

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.

For a customer qualifying for the EJP program and taking under S.C. 7-3, such customer will be subject to the otherwise applicable standard service classification rates, including the Transition Charge (Non-Bypassable Charge), Commodity, Merchant Function, and Bill Issuance Charges, if applicable, in accordance with the standard NSS or ESS rates for this Service Classification. All customers are also required to pay the System Benefits Charges, Renewable Portfolio Standard, Temporary State Assessment Surcharge, Revenue Decoupling Mechanism (RDM) Adjustment, and Reactive Charges in accordance with the standard NSS or ESS rates for this Service Classification.

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