PSC No: 120 - ElectricityLeaf No. 226New York State Electric & Gas CorporationRevision: 7Initial Effective Date: November 1, 2011Superseding Revision: 6Issued in compliance with order in Case 11-E-0176 dated September 19, 2011.

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd)

(d) Economic Incentives:

Customer load supplied by the New York Power Authority (NYPA) is not eligible to receive an economic incentive except for Recharge NY allocations, in accordance with General Information Section 11.

- (1) Reserved for Future Use
- (2) Economic Development Incentive:

As provided in General Information Section 8, this provision is no longer available to additional customers on or after January 1, 2007.

Customers who qualify, under the Economic Development Incentive (EDI) in Section 8 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 will receive the incentive for a term of 60 months. Such customers will be exempt from paying the Transition Charge. 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.

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