PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: January 1, 2010 Leaf No. 166 Revision: 19 Superseding Revision: 18

SERVICE CLASSIFICATION NO. 3 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

(d) Economic Incentives: (Cont'd)

(3) Economic Development Zone Incentive: (Cont'd.)

All customers will be required to pay the Commodity and Merchant Function Charges, if applicable, in accordance with the standard NSS, ESS, or Hourly Pricing rates for this Service Classification. Hourly Pricing customers will also be billed the Hourly Meter Charge and Electric Capacity Charge in accordance with the Hourly Pricing rates for this Service Classification.

The qualified load receiving the incentive will be billed at the following applicable delivery rates:

| PRIMARY VOLTAGE | |
|-------------------------------------------------------------------------------------------------------|-----------|
| Delivery Charges | |
| Customer Charge | \$50.50 |
| Bill Issuance Charge | \$0.89 |
| Meter Ownership Charge | \$3.40 |
| Meter Service Charge | \$3.86 |
| Meter Data Service Charge | \$1.35 |
| (Meter Reading) | |
| Demand Charge | |
| (All kilowatts, per kilowatt) | \$4.60 |
| Energy Charge | \$0.00409 |
| (All kilowatt-hours, per kilowatt-hour) | \$0.00407 |
| Reactive Charge * Reactive kilovolt-ampere hours, per billing reactive kilovolt-ampere hour | \$0.00095 |

*Effective 05/01/2010, the Reactive Charge will be \$0.00078.

Issued in compliance with order in Case No. 09-E-0227 dated 09/28/09.

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