

PSC No: 87 - Gas
 New York State Electric & Gas Corporation
 Initial Effective Date: 09/26/10
 Issued in compliance with Order in Case 09-G-0716 dated 09/21/10

Leaf No. 50
 Revision: 4
 Superseding Revision: 2

SERVICE CLASSIFICATION NO. 9 (CONT'D)

INDUSTRIAL MANUFACTURING OR PROCESSING PURPOSES (CONT'D)

SPECIAL PROVISIONS: (CONT'D)

B. ECONOMIC DEVELOPMENT ZONE INCENTIVE (EDZI)

Customers who qualify, under the Economic Development Zone Incentive (EDZI) in Section 7 of the General Information section of this Schedule, to receive an incentive for usage qualified prior to 10/01/04 will have their service bills reduced for qualified usage for a term of ten (10) years, beginning on the date of the qualifying equipment installation and operation (unless the customer's initial zone certification becomes invalid), notwithstanding the expiration of the designation of an Economic Development Zone in the area where the customer is located. The reduction will be based on the following discount rate for such qualified Therms in excess of the base amount established for each monthly billing period (as described in General Information Section 7 of this Schedule):

Binghamton Area

The applicable monthly rates under this service classification shall be reduced by fifty percent (50%) of the tailblock rate. The applicable reduction will be applied to the total load delivered to the eligible customer, but will be applied only to those quantities taken in excess of the existing load or base load of an existing customer. Minimum bill requirements under each service classification and all other provisions in this Schedule shall apply.

Customers who qualify, under the Economic Development Zone Incentive (EDZI) in Section 7 of the General Information section of this Schedule, to receive an incentive for usage qualified on or after 10/01/04 will have their service bills reduced for a term of ten (10) years following initial zone certification, beginning with the eligibility date on the zone certificate (unless the customer's initial zone certification becomes invalid), notwithstanding the expiration of the designation of an Economic Development Zone in the area where the customer is located. The reduction will be based on the following discount rates for such qualified Therms in excess of the base amount established for each monthly billing period (as described in General Information Section 7 of this Schedule):

EDZI Incentive Rates for Binghamton Area:

Effective Date	09/26/10	09/01/11	09/01/12
Discount Rate (per Therm)			
Next 450 Therms	\$0.0493	\$0.0539	\$0.0000
Next 14,500 Therms	\$0.0475	\$0.0475	\$0.0475
Next 5,000 Therms	\$0.0475	\$0.0475	\$0.0475
Over 20,000 Therms	\$0.0475	\$0.0475	\$0.0475

As provided in General Information Section 7 of this Schedule, new service under this provision will no longer be available to customers on or after September 26, 2010. Customers will pay a monthly service bill at the rates and charges under the standard service classification rate.

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