

PSC No: 120 - Electricity
New York State Electric and Gas Corporation
Initial Effective Date: March 1, 2006

Leaf No. 237
Revision: 2
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd.)

- (d) Economic Incentives (Cont'd)
(6) Self-Generation Deferral Incentive:

As provided in Section 11 of the General Information section of this Schedule, this provision is no longer available to additional customers on or after January 1, 2007.

(A) Price Cap Determination

Customers who are qualified under the Self-Generation Deferral Incentive (SGDI) in Section 11 of the General Information section of this Schedule will have their bills subject to a Cents per kWh Price Cap (Cap), for a term of no greater than 36 months. The cap will be calculated as follows:

For customers at:

Transmission voltage	Cap = 7.8375 cents + .475/Annual Load Factor
Subtransmission voltage	Cap = 8.0750 cents + .475/Annual Load Factor
Primary voltage	Cap = 8.3125 cents + .475/Annual Load Factor
Secondary voltage	Cap = 8.5500 cents + .475/Annual Load Factor

(B) Service Bill Determination

A service bill will be calculated under the customer's eligible service classification. The customer would pay the lesser of:

1. the above determined price cap multiplied by the total monthly kilowatthours.
- OR
2. the service bill under the customer's eligible classification.

(C) Minimum Bill Determination

A minimum bill will be calculated under this Special Provision. If the above determined service bill is less than the minimum bill, as set forth below, the customer will pay the minimum bill.

For customers at:

Transmission voltage	Minimum Bill = \$1078 + (kWh * 0.0403)
Subtransmission voltage	Minimum Bill = \$ 710 + (kWh * 0.0408)
Primary voltage	Minimum Bill = \$ 493 + (kWh * 0.0474)
Secondary voltage	Minimum Bill = \$ 64 + (kWh * 0.0483)

*(kWh = total kilowatt-hours for month)

Customers who qualify for the Self-Generation Deferral Incentive (SGDI) under Section 11 of the General Information section of this Schedule shall take service under the applicable NYSEG Fixed Price Option (FPO) rate, as specified in this Service Classification and Section 12, Customer Advantage Program, of this Schedule.

Such customers will have their service bills subject to a cents per kilowatt-hour price cap in accordance with the SGDI Special Provision in this service classification.

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