

PSC No: 120 - Electricity
New York State Electric and Gas Corporation
Initial Effective Date: December 1, 2003

Leaf No. 293
Revision: 0
Superseding Revision:

SERVICE CLASSIFICATION NO. 11 (Continued)

SPECIAL PROVISIONS:

A. Interconnection Facilities

The customer and the Corporation shall agree to the operating mode, interconnection and equipment specifications as contained in the following documents on file with Public Service Commission. The Commission may review the specifications and arbitrate if a dispute should occur.

"Requirements for the Installation of Electric Services and Meters"; "Specifications for Customer Electric Service 2.4KV to 34.5KV" (SP-1099); "NYSEG's Requirements for Independent Power Producers of Electricity" (Bulletin 86-01), the Corporation's requirements for parallel operation of independent power producer generation.

B. Interconnection Charge

At the time the Corporation and an on-site generation facility owner enter into a Purchase Power Agreement, the owner of the on-site non-utility sources of generation with capacity greater than 15 KW may choose to 1) pay the Corporation for actual charges for maintenance on interconnection equipment paid for by the facility owner and owned by the Corporation, at the time the Corporation incurs those charges, or 2) pay an annual carrying charge of 9% (subject to review in the Corporation's rate case proceedings) on the total investment in such equipment. Such carrying charges shall be payable upon the initiation of service and annually thereafter upon the anniversary of service pursuant to this Service Classification.

C. Parallel Service Option

The Customer has the option of 1) segregating the load supplied by cogeneration or small power production facility from the load supplied by the Corporation's Supplemental Service, so that the non-utility source of generation, for which the Customer would need Backup or Maintenance Service by the Corporation could not be operated in parallel with the Supplemental Service supplied by the Corporation or 2) providing service from the cogeneration and small power production facility in parallel with the Supplemental Service provided by the Corporation. If option No. 2 is chosen, the Backup or Maintenance for the cogeneration or small power production supply shall be metered separately from the Supplemental Service provided by the Corporation, and any additional meter and switching costs shall be paid by the Customer.

D. Load Factor Ceiling

If energy billed hereunder as On-Peak Back-up and Maintenance Service during the most recent 12 billing periods exceeds 10% of On-Peak hours (384) times the Contract Demand, or if energy billed hereunder as Off-Peak Back-up Service during the most recent 12 billing periods exceeds 10% of Off-Peak (492) hours times the Contract Demand, thereafter billing shall be for Supplemental Service only until the load factor is less than 10 percent in both the On-Peak and Off-Peak periods for 12 consecutive months.

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