

Effective Date: 07/01/2016

PSC No: 87 - Gas

NEW YORK STATE ELECTRIC & GAS CORPORATION

Initial Effective Date: 07/01/16

Issued in compliance with Order in Case 15-G-0284, dated June 15, 2016

Leaf No. 19

Revision: 5

Superseding Revision: 4

SERVICE CLASSIFICATION NO. 2 (CONT'D)**GENERAL SERVICE (CONT'D)****SPECIAL PROVISIONS: (CONT'D)****C. Economic Development "Zone" Incentive (EDZI): (Cont'd)**

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 by Area 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):

For All Areas:

Discount Rate (per Therm)	
Next 497 Therms	0.0679
Next 14,500 Therms	0.0475
Over 15,000 Therms	0.0475

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