PSC No: 120 - Electricity New York State Electric & Gas Corporation Initial Effective Date: May 1, 2017 Leaf No. 111.1 Revision: 4 Superseding Revision: 3

GENERAL INFORMATION

19. Incremental Load Incentive (ILI) (Cont'd)

SUPPLY SERVICE OPTIONS

ILI customers may select one of the following electricity supply pricing options: (1) ESCO Supply Service (ESS), (2) NYSEG Supply Service (NSS), or (3) Hourly Pricing as further described in the otherwise applicable service classification.

TRANSITION CHARGE

All ILI customers are exempt from paying the Transition Charge.

The qualified ILI customer must choose the same Supply Service Option for its incentive load, non-incentive load, and all future ILI load at the facility.

BILLING

The Company shall calculate bills for service supplied under the ILI in accordance with the applicable Special Provision under Service Classification Nos. 2, 3, and 7.

A qualified customer shall pay a monthly service bill at the rates and charges under this rider for all kW or kWh in excess of a base amount of kW or kWh established for each monthly billing period. For an Existing Customer, the base amount shall be based on a one-year historical period, actual or estimate, as determined by the Company prior to qualification for the incentive. For a Prospective Customer, the base amount of kW or kWh shall be zero.

INCREASE IN RATES AND CHARGES

The rates and charges under this rider, including any adjustments, are increased by the applicable effective aggregate percentage shown in Rule 6 for service supplied the municipality where the customer is taking service.

The rates and charges under this rider, which reflect the Company's incremental cost of providing service, shall be subject to periodic review and revision, subject to Public Service Commission approval. If it is determined that the bill calculated under this rider exceeds the bill calculated under the otherwise applicable standard Service Classification rates, the customer shall pay the lower of the two bills.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Binghamton, New York