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PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Initial Effective Date: January 1, 2014

Leaf No. 226

Revision: 9

Superseding Revision: 8

Issued in Compliance with Order in Case 13-E-0109 dated November 15, 2013.

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS: (Cont'd)

- (d) Economic Incentives:
 - (1) Reserved for Future Use
 - (2) Economic Development Incentive:

As provided in General Information Section 8, this provision is no longer available to additional customers on or after January 1, 2007.

Customers who qualify, under the Economic Development Incentive (EDI) in Section 8 of the General Information section of this Schedule, to receive an incentive for load qualified on or after July 1, 2003 may select one of the following rate options, as specified in this Service Classification and Section 25, Supply Service Options, for all of their load: 1) NYSEG Supply Service (NSS) 2) ESCO Supply Service (ESS), or 3) Hourly Pricing.

Such customers will receive the incentive for a term of 60 months. Such customers will be exempt from paying the Transition Charge. For certain adjustments approved by the Commission, a separate credit will be calculated and placed on the customer's bill. If it is determined that a bill calculated with the incentive exceeds a bill calculated under the otherwise applicable standard service classification rates, the customer will pay the lower of the two bills.

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