

VII. ADJUSTMENTS TO RATES AND CHARGES OF SERVICE CLASSIFICATIONS (continued):**E. Adjustments to Rates to Encourage Business Development:**1. Business Attraction/Expansion Programa) Objective

This program is intended to attract, expand, or retain ~~new~~ load in the Authority's Service Area by offering eligible Customers reduced electric rates for attraction or expansion and the ability to choose modified rating periods when committing to reduce their load beginning 3 p.m. on weekdays in the summer months (June – September) for attraction, expansion or retention. Refer to E.1.f.5 for exact hours. Participation in this program cannot occur concurrently with any other Business Development Program except the Power-for-Jobs Program.

Who is Eligible

(1) An Applicant who:

- (a) Moves a business into or starts a business in the Authority's Service Area, or
- (b) Takes control of an existing business in the Authority's Service Area. Applicant shall demonstrate and sign an affidavit of independence stating that the new business will be different than the existing business, or
- (c) Takes control of a failed business in the Authority's Service Area and can prove the bankruptcy of the failed business, and
- (d) Qualifies for Service Classification No. 2-MRP and whose load level is expected to exceed 145 kW in any summer month (June through September, inclusive), but not be greater than 1,000 kW, and
- (e) Takes its full load requirements under all accounts for the facility being served from the Authority or participates in the LI Choice Program or the Power for Jobs Program.

(2) An existing Customer who:

- (a) Expands its load by at least 100 kW in the Authority's Service Area up to at least 145 kW in any summer month (June through September, inclusive), but to no greater than 1.5 MW after expansion, or
- (b) Increases employment by at least the equivalent of 20 percent of full-time employees over a base complement of at least fifty (50) existing full-time employees, ~~and/or~~
- (c) Retains load of at least 145 kW in the Authority's Service Area in any summer month (June through September, inclusive) that it would otherwise relocate or discontinue, and
- (d) Takes its full load requirements under all accounts for the facility being served from the Authority or participates in the LI Choice Program or the Power for Jobs Program.

(3) Exception

Applicants or Customers engaged in Retail Enterprises are not eligible for this program.

VII. ADJUSTMENTS TO RATES AND CHARGES OF SERVICE CLASSIFICATIONS (continued):**E. Adjustments to Rates to Encourage Business Development (continued):****Business Attraction/Expansion Program (continued):**f) Incentives

- (1) Discounts will apply to charges for additional electric use over the previous 12-month actual or estimated base levels at the time of participation. These base levels are adjusted for achieved conservation. For new Customers, the base levels are zero (0). For retention customers, the base level is the entire load and no discounts will apply.
- (2) Discounts will be available to each qualifying Customer for a 5-year period. During the first year, the Customer will receive the entire discount as specified under Service Classification No. 2-MRP. After that, the discount will be decreased by one-fifth each year until the Customer is billed at regular rate levels at the end of the fifth year.
- (3) Long Island Choice Program Customers will receive both the discount and the Long Island Choice Program credits. The credits will not reduce the magnitude of the discount.
- (4) For Customers participating in the Power-for-Jobs Program, the discount will be limited to the portion of load provided by the Authority.
- (5) Modified rate periods will be available to each qualifying Customer that makes a commitment to reduce its load beginning 3 p.m. on weekdays in the summer months (June – September). For Qualifying Customers taking service under Service Classification 2-MRP that request this option, the modified peak Period 2 hours are June – September, Monday – Friday, from 3 p.m. to 8 p.m., for Rate M284 and June – September, Monday – Friday, from 3 p.m. to 10 p.m., for Rate M285. The hours excluded from the standard peak Period 2 will be added to the Intermediate period.

2. Manufacturing Competitiveness Programa) Objective

This program is intended to provide support to certain manufacturing companies as certified by the New York State Department of Economic Development/Empire State Development Corporation for their Industrial Effectiveness Program. Support is provided by offering eligible Customers reduced electric rates and the ability to choose modified rating periods when committing to reduce their load beginning 3 p.m. on weekdays in the summer months (June – September). Refer to E.2.e.5 for exact hours. Participation in this program cannot occur concurrently with any other Business Development Program except the Power-for-Jobs Program.

b) Who is Eligible

- (1) Existing Customer accounts that take their full load requirements from the Authority or are enrolled in the LI Choice Program or the Power-for-Jobs Program, and
- (2) Take service under either Service Classification Nos. 2-L, 2L-VMRP, 2-H, or 2-MRP, and

VIII. SERVICE CLASSIFICATIONS (continued):**F. SERVICE CLASSIFICATION NO. 2-L - General Service - Large (continued):
(Rate Codes: 281, 283)****Special Provisions (continued):**

- (2) Customers will be transferred to Service Classification No. 2-MRP, Large General and Industrial Service with Multiple Rate Periods, when the monthly recorded demand:
- (a) Was greater than 500 kW in any two (2) of the last twelve (12) months, or
 - (b) Was greater than 145 kW in any month from June through September, in which case the transfer will take place within sixty (60) days after the summer billing period ends.
 - (c) The S.C. No. 2-MRP rate will go into effect on the day the meter is installed.

d) Business Development Programs**(1) Empire Zone Program**

- (a) Empire Zones are established by municipalities for purposes of attracting business to Contribute to the overall development of those areas.
- (b) The Program is available to Customers who increase their load by at least 25%, to a minimum of 7 kW within a designated zone.
- (c) ~~With the exception of the Calverton portion of the Suffolk County Empire Zone, Customers who qualify receive a 50% discount on their Base Rate Energy Charge per kWh and Winter (October through May) Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~
- (d) ~~Qualifying customer within the Calverton portion of the Suffolk County Empire Zone receive a 6% discount on their Base Rate Energy Charge per kWh and Winter (October through May) Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the fuel and Purchased Power Cost Adjustment Rate.~~

VIII. SERVICE CLASSIFICATIONS (continued):**F. SERVICE CLASSIFICATION NO. 2-L - General Service - Large (continued):
(Rate Codes: 281, 283)**(2) Manufacturing Competitiveness, and Business Incubation Programs

- (a) Customers who qualify receive a 50% discount on their Base Rate Energy Charge per kWh. For participants that qualified before [the effective date of this leaf], ~~¶~~this discount also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.
- (b) The discounts apply to the first year of their participation in the Program and will decrease by one-fifth (1/5) each year after the first year until the Customers are billed at the rate's regular levels at the end of the fifth year.

e) Service for Religious Purposes, Supervised Community Residences, or Veteran's Organizations

Customers under this Service Classification who use electricity for religious purposes or for community residences, Veteran's Organizations as specified in Section 76 of the Public Service Law, may apply for a suitable residential service after a minimum term of one (1) year.

- (1) The transferring Customer shall submit a new Application to the Authority before the transfer, and
- (2) The transfer will take place at the time of the Customer's next meter reading.

VIII. SERVICE CLASSIFICATIONS (continued):**G. SERVICE CLASSIFICATION NO. 2L - VMRP****Voluntary Large Demand Metered Service With Multiple Rate Periods (continued):**
(Rate Codes: 282 and M282)**Special Provisions (continued):**d) Business Development Programs(1) Empire Zone Program

(a) Empire Zones are established by municipalities for purposes of attracting business to contribute to the overall development of those areas.

~~—(b) With the exception of the Calverton portion of the Suffolk County Empire Zone, Customers who qualify receive a 50% discount on their Base Rate Energy Charge per kWh and Period 3 Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

~~—(c) Qualifying customers within the Calverton portion of the Suffolk County Empire Zone receive a 6% discount on their Base Rate Energy Charge per kWh and Period 3 Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

(2) Manufacturing Competitiveness and Business Incubation Programs

(a) Customers who qualify receive a 50% discount on their Base Rate Energy Charges per kWh for Periods 1, 2, and 3 in the first year of their participation in the Program. For participants that qualified before [the effective date of this leaf], this discount also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.

(b) The discounts will decrease by one-fifth (1/5) each year after the first year until the Customers are billed at the rate's regular levels at the end of the fifth year.

(c) Customers who qualify may apply for modified rate periods. The modified peak Period 2 hours are June through September, Monday through Friday, 3 p.m. to 8 p.m. The hours June through September, Monday through Friday, 12 noon to 3 p.m., are included in the Intermediate period. These customers will be billed under Rate Code M282.

e) Service for Religious Purposes, Supervised Community Residences, or Veterans' Organizations

Customers under this Service Classification who use electricity for religious purposes, for Community Residences, or Veterans' Organizations as specified in Section 76 of the Public Service Law, may apply for a suitable residential service after a minimum term of one (1) year.

(1) The transferring Customer shall submit a new Application to the Authority before the transfer, and

(2) The transfer will take place at the time of the Customer's next meter reading

VIII. SERVICE CLASSIFICATIONS (continued):**H. SERVICE CLASSIFICATION NO. 2 - H - Building Heating Service (continued):
(Rate Codes: 290, 291, 293)****Transfer to Other Service Classifications (continued):**

b) At their option, Customers taking service at secondary voltages may transfer to Service Classification No. 2, General Service - Small or Service Classification No. 2-VMRP - Voluntary Small General Service With Multiple Rate Periods, when:

- (1) The metered demand of the Customers has been less than 7 kW, and
- (2) The energy consumption has been less than 2,000 kWh per month for twelve (12) consecutive billing periods, and
- (3) The transfer will take place as soon as possible after the Authority certifies that the Customer qualifies for the service, but no longer than sixty (60) days.

12. Business Development Programs**a) Empire Zone Program**

(1) Empire Zones are established by municipalities for purposes of attracting business to contribute to the overall development of those areas.

(2) ~~With the exception of the Calverton portion of the Suffolk County Empire Zone, Customers who qualify receive a 50% discount on their Base Rate Energy Charge per kWh and Winter (October through May) Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

~~(3) Qualifying customers within the Calverton portion of the Suffolk County Empire Zone receive a 6% discount on their Base Rate Energy Charge per kWh and Winter (October through May) Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

b) Manufacturing Competitiveness and Business Incubation Programs

(1) Customers who qualify receive a 50% discount on their Base Rate Energy Charge per kWh in the first year of their participation in the Program. For participants that qualified before [the effective date of this leaf], this discount also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.

(2) The discounts will decrease by one-fifth (1/5) each year after the first year until the Customers are billed at the rate's regular levels at the end of the fifth year.

VIII. SERVICE CLASSIFICATIONS (continued):**I. SERVICE CLASSIFICATION NO. 2 - MRP****Large General and Industrial Service With Multiple Rate Periods (continued):**
(Rate Codes: 284, 285, M284, M285)10. Special Provisionsa) Corrective Equipment Requirements

When the installation includes welders, x-rays, or other apparatus having a highly fluctuating or large instantaneous demand, the Customer shall provide batteries, rotating equipment, or other corrective equipment to reduce the inrush current to an amount acceptable to the Authority.

b) Requirements for Service at 69,000 Volts or Higher

The Applicant shall provide and maintain voltage regulating equipment and circuit breakers complete with accessory equipment, using the procedures and schedules specified by the Authority.

c) Changes in Eligibility of Existing Accounts

If there is an Applicant for an existing account, but the Authority believes the Applicant's business activity will change the characteristics of the account's loads, the account will be considered a new account for Service Classification purposes.

d) Business Development Programs(1) Empire Zone Program

(a) Empire Zones are established by municipalities for purposes of attracting business to contribute to the overall development of those areas.

~~(b) With the exception of the Calverton portion of the Suffolk County Empire Zone, Primary and Secondary Customers who qualify receive a 50% discount on their Base Rate Energy Charge per kWh and Period 3 Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

~~(c) With the exception of the Calverton portion of the Suffolk County Empire Zone, Transmission Customers who qualify receive a 55% discount on their Base Rate Energy Charge per kWh and Period 3 Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

~~(d) Qualifying Primary and Secondary customers within the Calverton portion of the Suffolk County Empire Zone receives a 6% discount on their Base Rate Energy Charge per kWh and Period 3 Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

VIII. SERVICE CLASSIFICATIONS (continued):**I. SERVICE CLASSIFICATION NO. 2 - MRP****Large General and Industrial Service With Multiple Rate Periods (continued):****(Rate Codes: 284, 285, M284, M285)****Special Provisions (continued):**

~~(e) Qualifying Transmission customers with the Calverton portion of the Suffolk County Empire Zone receive a 7% discount on their Energy Charges per kWh and Period 3 Demand Charges, but only for the additional energy and demand. This discount for the additional energy also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.~~

(2) Business Attraction/Expansion, Manufacturing Competitiveness, and Business Incubation Programs

(a) Customers who qualify receive a 50% discount on their Base Rate Energy Charge per kWh for Periods 1, 2, and 3, in the first year of their participation in the Program. For participants that qualified before [the effective date of this leaf], this discount also applies to \$0.0392 per kWh of the Fuel and Purchased Power Cost Adjustment Rate.

(b) The discounts will decrease by one-fifth (1/5) each year after the first year until the Customers are billed at the rate's regular levels at the end of the fifth year.

(c) Customers who qualify may apply for modified rate periods.

e) Modified Rating Periods

Modified rate periods will be available to each qualifying Customer that makes a commitment to reduce its load beginning 3 p.m. on weekdays in the summer months (June – September). To qualify, a Customer must demonstrate that it can reduce its load consistently throughout the modified peak Period 2 and thereby benefit other Customers by reducing the Authority's installed capacity requirements. Except for Customers that qualify through the Business Development Program, qualification for modified rating periods may be withdrawn if, in the Authority's sole judgment, that Customer's participation does not result in benefits to all other Customers.

The modified peak Period 2 hours are June through September, Monday through Friday, from 3 p.m. to 8 p.m., for Rate M284 and June through– September, Monday through Friday, from 3 p.m. to 10 p.m., for Rate M285. The hours June through September, Monday through Friday from 12 noon to 3 p.m., are included in the Intermediate period for Rate M284. The hours June through September, Monday through Friday, from 10 a.m. to 3 p.m. and Saturday from 10 a.m. to 10 p.m., are included in the Intermediate period for Rate M285.

f) Choosing Rate Code 284 or Rate Code 285

New Customers shall choose either Rate Code 284 or Rate Code 285 at the time of qualification of service.

(1) Rate 284 Customers may choose to receive service under Rate 285.

(2) Rate 285 Customers will have one opportunity to transfer to Rate 284.

(3) Customers must request transfers between Rates 284 and 285 in writing, thirty (30) days before their Anniversary Date.

(4) Customers eligible for modified rating periods under Rate Code M284 and Rate Code M285 must follow the same rules as for Rate Code 284 and Rate Code 285 respectively.

gf) Service for Religious Purposes, Supervised Community Residences, or Veterans' Organizations

Customers under this Service Classification who use electricity for religious purposes, for Community Residences, or Veterans' Organizations as specified in Section 76 of the Public Service Law, may apply for a suitable residential service after a minimum term of one (1) year.

(1) The transferring Customer shall submit a new Application to the Authority before the transfer, and

(2) The transfer will take place at the time of the Customer's next meter reading.