Received: 03/28/2018 Status: CANCELLED Effective Date: 04/01/2018

PSC NO: 219 GAS

NIAGARA MOHAWK POWER CORPORATION

INITIAL EFFECTIVE DATE: 04/01/18

LEAF: 130

REVISION: 12

SUPERSEDING REVISION: 11

STAMPS: Issued in compliance with order in Case No. 17-G-0239 dated March 15, 2018.

SERVICE CLASSIFICATION NO. 2 SMALL GENERAL DELIVERY SERVICE AND GAS SUPPLY SERVICE OR SMALL GENERAL DELIVERY SERVICE ONLY (CONTINUED)

MONTHLY COST OF GAS:

In addition to the above Delivery Service Charges, customers purchasing their Gas Supply Service from the Company will pay the Monthly Cost of Gas per therm of gas supplied hereunder as explained in Rule 17 of this schedule.

MERCHANT FUNCTION CHARGE:

Customers purchasing their Gas Supply Service from the Company will be subject to a Merchant Function Charge hereunder as explained in Rule 33 of this schedule.

ENERGY EFFICIENCY PROGRAM CHARGES:

In addition to the above Delivery Service Charges, all customers taking service under this service classification shall be subject to Energy Efficiency Program Charges as explained in General Information Rule No. 31.

DELIVERY SERVICE ADJUSTMENTS:

All Customers taking service under this service classification shall be subject to a Pipeline Refund as explained in General Information Rule No. 17.6.2.1, a Net Revenue Sharing Adjustment as explained in General Information Rule No. 26, a Research and Development Surcharge as explained in General Information Rule No. 30 a Revenue Decoupling Mechanism Adjustment as explained in General Information Rule No. 32, a Gas Safety and Reliability Surcharge as explained in General Information Rule No.39, and an Earnings Adjustment Mechanism in General Information Rule No. 40. All customers taking delivery service only under this service classification shall be subject to a System Performance Adjustment as explained in General Information Rule No. 17.1.6.

STATEMENT OF TRANSPORTATION RATES:

All surcharges or refunds applicable to billings for Service Classification Nos. 1, 2, 5, 6, 7, 8, 9 and 13 will be filed with the Public Service Commission apart from this rate schedule not less than two (2) days prior to the first of each month. Such statement will be available on the Company's website at www.nationalgridus.com.

BALANCING:

Customers not purchasing their gas supply from Niagara Mohawk will be subject to Monthly Balancing under Service Classification No. 11 - Load Aggregation.

BTU ADJUSTMENT:

Volumes of gas registered at the customer's meter, in CCF, will be adjusted for BTU content, in Therms, as stated in Rule 14.3.

Issued By: Kenneth D. Daly, President, Syracuse, New York