

PSC NO: 214 ELECTRICITY  
COMPANY: NIAGARA MOHAWK POWER CORPORATION  
INITIAL EFFECTIVE DATE: MAY 21, 2012

LEAF: 9.5.1  
REVISION: 0  
SUPERSEDING REVISION:

## GENERAL INFORMATION

### IV. TERMS AND CONDITIONS APPLICABLE TO ALL SERVICE CLASSIFICATIONS

15. Undergrounding of Electric Distribution System Infrastructure SC-1, 2, 3, 4, 6  
As provided in Rule 32.2 of the Electric Tariff, if a municipality requests or requires, by resolution or other appropriate evidence of authority, that the Company relocate underground all or a portion of the Company's existing overhead distribution or transmission facilities within the boundaries of such municipality ("Overhead Facilities"), the Company will recover the costs of complying with such request or requirement through a levelized surcharge applied to the kWh usage on the bills of all customers within such municipality. Such surcharge shall be applied for a period of 30 years, or such other term not to exceed 30 years, as agreed upon by the Company and the municipality for the recovery of the cost of the undergrounding project ("Surcharge Period"). The cost of complying with subsequent requests or requirements for undergrounding work shall be recovered through separate levelized surcharges. The surcharge will be calculated to recover the incremental annual revenue requirement experienced by the Company in implementing the undergrounding project. The elements of the incremental annual revenue requirement for each undergrounding project ("Underground Facilities") shall be the incremental costs, the incremental depreciation expense, the rate of return, incremental property taxes resulting from the undergrounding facilities, and other incremental expenses. The surcharge shall be calculated as set forth in Rule 32.2 of the Electric Tariff.
16. Vegetation Management SC-1, 2, 3, 4, 6  
As a condition of service hereunder, customer authorizes Company, insofar as it lawfully may, to trim, cut, remove, and to keep trimmed, cut and removed any and all trees, vegetation and other obstructions which, in the opinion of Company, interfere with or may tend to interfere with the operation and maintenance of electric service hereunder. The management of vegetation and/or other adjacent physical conditions which obstruct or otherwise impact the operational functionality and/or the intended performance of the lighting facilities is the responsibility of the customer.