

PSC NO: 220 ELECTRICITY  
NIAGARA MOHAWK POWER CORPORATION  
INITIAL EFFECTIVE DATE: JANUARY 1, 2012

LEAF: 235.1  
REVISION: 1  
SUPERSEDING REVISION: 0

#### GENERAL INFORMATION (CONTINUED)

##### 51. NYSERDA LOAN INSTALLMENT PROGRAM

51.1 On August 4, 2011, the Power NY Act of 2011 was enacted which amends the Public Service Law to address the establishment of the Green Jobs-Green New York Program administered by the New York State Energy Research and Development Authority ("NYSERDA") or its designated agent. This program provides for an on-bill recovery mechanism for certain qualified residential and non-residential customers to pay back loans for energy efficiency improvements approved and obtained through NYSERDA ("NYSERDA Loan Installment Program"). As set forth in this law, the Company will bill and collect NYSERDA Loan Installment amounts on a customer's utility bill when notified by NYSERDA that these NYSERDA Loan Installments apply to the customer's utility account. Agreements to participate in the NYSERDA Loan Installment Program may be executed with NYSERDA by customers who have primary account meter responsibility and meet eligibility standards established by NYSERDA. In addition, for residential properties, the customer must also hold primary ownership of the premises. Unless otherwise precluded by law, participation in the NYSERDA Loan Installment Program shall not affect a customer's eligibility for any rebate or incentive offered by the Company. In order to comply with the requirements set forth in the Power NY Act of 2011, the Company will provide NYSERDA, or its agents, certain customer information and take other actions for purposes of the NYSERDA Loan Installment Program. The Company will implement the NYSERDA Loan Installment Program no later than May 30, 2012.

51.1.1 All customer information released to NYSERDA by the Company will be considered confidential. Customers making application to NYSERDA under the NYSERDA Loan Installment Program will be required to provide consent for NYSERDA's use of the customer's utility account information. For premises with an outstanding NYSERDA Installment Loan, the Company will release to NYSERDA each successor customer's information pursuant to the requirements of the Power NY Act of 2011.

51.1.2 The number of customers that may participate in the NYSERDA Loan Installment Program under this Rule will initially be limited to no more than one-half of one percent of the Company's total 2011 customer population as reported to the Commission in the Company's PSC Annual Report, as of December 31, 2011, on a first-come, first-served basis.

51.2 NYSERDA will have direct responsibility for advising the Company of the NYSERDA Loan Installment amount and loan term in months to be billed for each customer NYSERDA has advanced monies under the NYSERDA Loan Installment Program. The responsibility of the Company is limited to providing billing and collection services for NYSERDA. Such billing and collection services will be available regardless of whether the electricity or gas delivered by the Company is the customer's primary energy source. The Company will commence charging the NYSERDA Loan Installment on the customer's next cycle bill for utility service after notification by NYSERDA, if practical, but not later than the second billing cycle after receipt of the notification. For each monthly period billed, the Company will include the monthly NYSERDA Loan Installment amount until the NYSERDA Loan Installment obligation is satisfied or the account is closed. A monthly billing period will be defined as any billing period of not less than twenty-five calendar days

Issued by Thomas B. King, President, Syracuse, NY