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

SERVICE CLASSIFICATION NO. 4 (CONTINUED)

Distribution delivery rates for CTC Exempt HLF Delivery Service for New Allocations shall be equal to the distribution delivery rates under Rate Schedule S.C. 3-A. The current distribution delivery rates for such service are as follows:

	Rate Per kW of Contract Demand	Rate per kWh of Energy Delivered
Secondary (<2.2 kV)	\$8.18	\$0.00000
Primary (2.2 - 15 kV)	\$8.21	\$0.00000
Subtransmission (22 - 50 kV)	\$2.97	\$0.00000
Transmission (>60 kV)	\$2.39	\$0.00000

New Allocations are defined in Special Provision M below.

L. Distribution Delivery Rates For Niagara Power Delivery Service and Preservation Power Delivery Service

Customers who receive Niagara Power Delivery Services shall be subject to distribution delivery rates as set out below:

1. <u>Existing Allocations of Niagara Power Delivery Service</u>. Transmission and distribution delivery rates for Existing Allocations of NYPA Hydro allocations shall be frozen at the following rates through December 31, 2011.

Rate per kW of Delivery Level Contract Demand

Secondary (<2.2 kV)	\$1.52
Primary (2.2 - 15 kV)	\$1.52
Subtransmission (22 - 50 kV)	\$1.52
Transmission (>60 kV)	\$1.52

Existing Allocations are defined in Special Provision M below.

2. <u>Additional Allocations of Niagara Power Delivery Service.</u> Distribution delivery rates for Additional Allocations of Expansion Power shall include the rates set out above for Existing Allocations plus an additional charge determined by multiplying the difference between that transmission service charge and the total delivery charges for New Allocations set out below by the following percentage amounts:

-	through 10/31/2007	0%
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- 11/1/2007 through 10/31/2008 20%
- 11/1/2008 through 10/31/2009 40%
- 11/1/2009 through 10/31/2010 60%
- 11/1/2010 through 10/31/2011 80%
- 11/1/2011 through 12/31/2011 100%