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

LEAF: 433 REVISION: 1 SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION NO. 7 (Continued)

SPECIAL PROVISIONS:

G. <u>Billing for Customers With OSG's Smaller Than 15% of Maximum Potential Demand:</u> Customers that install an OSG that is less than 15% of their maximum potential demand over the previous 12 months shall be subject to the delivery charges of this Service Classification No. 7 and the delivery charges of the otherwise applicable service classification. Standby service and the otherwise applicable service classification billing determinants shall be determined as follows:

(i) The Standby Service Billing Determinants:

The Standby Service Customer Charge shall be determined by multiplying SC-7 Customer Charge by the standby service ratio shown below.

The Standby Contract Demand shall be determined as the nameplate generating capacity of the OSG (in the case of multiple generators the Standby Contract Demand shall be determined as the sum of the nameplate generating capacities).

The As-Used Daily Demand shall be determined as the nameplate generating capacity of the OSG multiplied by the number of on-peak days in the billing period multiplied by the standby service ratio. The standby service ratio shall be defined as the quotient of the nameplate generating capacity divided by the maximum demand occurring over the last 12 billing periods.