

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

LEAF: 408.2
 REVISION: 3
 SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION NO. 4 (CONTINUED)

3. **New Allocations.** Subject to the provisions of Special Rule I (1) above, distribution delivery rates for New Allocations of Niagara Power shall be set according to the distribution delivery rates for the customer's Parent Service Classification (S.C. No. 3 or S.C. No. 3A, as applicable).

The distribution delivery rates for New Allocations of Niagara Power to S.C. 4 customers with supplemental service provided at the S.C. No. 3 rates are as follows:

	<u>Rate Per kW of Contract Demand</u>
Secondary (<2.2 kV)	\$9.32
Primary (2.2 - 15 kV)	\$7.57
Subtransmission (22 - 50 kV)	\$2.51
Transmission (>60 kV)	\$2.51

The distribution delivery rates for New Allocations of NYPA hydro to S.C. 4 customers with supplemental service provided at the S.C. No. 3A rates are as follows:

<u>Delivery Level</u>	<u>Rate Per kW of Contract Demand</u>
Secondary (<2.2 kV)	\$8.48
Primary (2.2 - 15 kV)	\$8.49
Subtransmission (22 - 50 kV)	\$3.24
Transmission (>60 kV)	\$2.63

New Allocations are defined in Special Provision M below.

M. **Existing, Additional And New Allocations Defined**

1. Rule for Allocations of Expansion and Replacement Power:
 - a. **Additional Allocations.** as used in Special Provision L above shall be defined as allocations of Niagara Power approved by NYPA's trustees between February 1, 2002 and September 1, 2006 that were allocated exclusively to serve incremental load at the customer's premises. For the purpose of this provision, incremental load is load that is created by the construction or installation of new facilities (buildings, machinery and equipment) or expansion of existing facilities, provided that in the case of the expansion of existing facilities, incremental load shall not include the load of such facilities prior to expansion or addition.
 - b. **New Allocations** as used in Special Provision L above shall be defined as all allocations of Replacement Power approved by NYPA's trustees on and after February 1, 2002 and those allocations of Expansion Power approved by NYPA's trustees on and after February 1, 2002 that are not "Additional Allocations," but shall not include Replacement Power that becomes available for reallocation prior to September 30, 2002 under Article V of the Agreement: "Allocation and Transfer of Replacement Power Pursuant to Niagara Contract NS-1" dated April 4, 1988; or Transfers and assignments of allocations from a customer premise /location on the Company's system (i.e., a change in ownership/occupancy of a premise / location will not be deemed "new").

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