PSC NO: 219 GAS   LEAF: 113
NIAGARA MOHAWK POWER CORPORATION   REVISION: 3
INITIAL EFFECTIVE DATE: 06/01/12   SUPERSEDING REVISION: 2
STAMPS:

GENERAL INFORMATION

26.   GAS NET REVENUE SHARING MECHANISM: (continued)

26.3.5   Niagara Mohawk will be entitled to retain delivery service revenues from SC9 contracts at locations which have no preexisting facilities or whose facilities are not adequately sized to accommodate the new demand. Delivery service revenues retained by the Company must be incremental to those which may be obtained from existing gas equipment, provided that service to such new locations require investments by the Company in excess of those required for service lines, regulation and metering. If construction of a main extension is required, and such extension is off a main installed to serve an existing or past SC9 customer, a portion of the delivery service revenues generated by the new contract will be shared with ratepayers. The allocation between Niagara Mohawk and ratepayers shall be established using principles consistent with the Commission's gas main extension policy.

26.3.6   For the purposes of these calculations, neither the Delivery Service Targets nor the actual Delivery Service Revenues will include the Incremental State Assessment Surcharge.

27.   WEATHER NORMALIZATION ADJUSTMENT:

27.1   Applicability:

27.1.1   The rates for gas service to all heating customers under Service Classification Nos. 1, 2, 3, 5 and 7 shall be subject to a Weather Normalization Adjustment to reflect the impact of heating degree day variations from average 30 year normal levels, as determined on a revenue month basis, for the months of October through May inclusive.

27.1.2   The Weather Adjustment Factor will be applied to the customer's total consumption for the billing cycle. A new Weather Adjustment Factor will be calculated for each billing cycle. The monthly volume deviation shall be computed for each billing period for which adjustment is made using the formula described below.

27.2   Definitions:

$$WAF = M * \frac{DDF * (NDD–ADD)}{BL + (DDF * ADD)}$$

$$WNA\ R/S = (WAF) * (U)$$

27.3   Where:

27.3.1   WAF = Weather adjustment factor

Issued By: Kenneth D. Daly, President, Syracuse, New York

Cancelled by supplement No. 27 effective 03/27/2013
Suspended to 03/29/2013 by order in Case 12-G-0202. See Supplement No. 26. Th e supplement filing date was 09/04/12
Suspended to 09/28/2012 by order in Case 12-G-0202. See Supplement No. 24. Th e supplement filing date was 05/15/2012