

PSC NO: 219 GAS

LEAF: 122.2

NIAGARA MOHAWK POWER CORPORATION

REVISION: 5

INITIAL EFFECTIVE DATE: 04/01/10

SUPERSEDING REVISION: 4

STAMPS: Issued in compliance with Order in C.07-M-0548 & 09-G-0363 dated January 4, 2010

### **GENERAL INFORMATION**

#### **32. REVENUE DECOUPLING MECHANISM:**

32.1 Commencing with the Earnings Year June 1, 2009 – May 31, 2010 in Case 08-G-0609, Service Classification Nos. 1, 2 and 7 will be subject to a Revenue Decoupling Mechanism (“RDM”) to reconcile actual delivery service revenues to allowed delivery service revenues.

32.1.1 Actual Delivery Service Revenues are defined as revenues from delivery rates adjusted for the Weather Normalization Adjustment, excluding Gross Receipts Taxes, Merchant Function Charge Revenue, Net Revenue Sharing Surcharge/Credit Revenue, Research and Development Surcharge Revenue, Economic Development discounts, System Benefits Charge Revenues, discounts and customer charges associated with the Low Income Program, Incremental State Assessment Surcharge, and all other applicable credits and surcharges.

32.1.1.1 Actual Delivery Service Revenues for the month of June 2009 and June 2010 included in Actual Delivery Service Revenue referenced in Rule 32.1.1 above will be adjusted to reflect the rate changes effective in May 2009 and May 2010.

Issued By: Thomas B. King, President, Syracuse, New York