PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: APRIL 27, 2009

SERVICE CLASSIFICATION NO. 12 (Continued)

6. <u>STANDARDIZED DISCOUNT RATES (Continued)</u>

6.4 Other Customer Service Agreement Provisions: (Continued)

- **6.4.3** <u>Adjustments and Surcharges</u>: Customers receiving Customer Service Agreements reflecting standardized discount rates pursuant to this Section 6 of this Service Classification No.12 shall be subject to all adjustments and surcharges that would have applied to the customer if it had received non-discounted service under the service classification otherwise applicable to the customer's usage and these surcharges shall be specified in the Customer Service Agreement. All such adjustments and surcharges shall be determined in accordance with the corresponding rules of the standard tariffs and shall be increased by a tax factor in accordance with Rule 32.
- **6.4.4 Payment of Undisputed Bills**: The Company shall include a provision in its discount Customer Service Agreements requiring the customer to be current in its payment of all undisputed bills, and which may require the customer to furnish a security deposit in the amount that the Company would otherwise be authorized to require under Commission rules, as a precondition to receiving any discounted service by the Company. Customers who have executed a deferred payment agreement with the Company consistent with Rule 26.9 - Deferred Payment Agreement (DPA) for Non-Residential customers of this Tariff, and are in full compliance with the requirements of this DPA shall be eligible to receive these discounts.
- **6.4.5** <u>**Resales Prohibited**</u>: The Company shall include a provision in its discount Customer Service Agreements prohibiting the customer from reselling or otherwise furnishing any of the electricity provided pursuant to a Customer Service Agreement authorized by this service classification to any third party, regardless of whether such sale or furnishing would otherwise be authorized by Rule 8 of the Tariff.
- **6.4.6** <u>Increase in Rates and Charges</u>: The rates and charges under Section 6 of this service classification will be increased by a tax factor pursuant to Rule 32.