

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 07/20/10
STAMPS:

LEAF: 150
REVISION: 8
SUPERSEDING REVISION: 7

**SERVICE CLASSIFICATION NO. 7
SMALL VOLUME FIRM GAS TRANSPORTATION SERVICE (CONTINUED)**

BILLING QUANTITY:

The amount of gas to be billed each month under this Service Classification by the Company to the customer will be the amount consumed by the customer during any given calendar month.

All Customers, as described above:

| | <u>Delivery Service Rate</u> |
|------------------------------|------------------------------|
| First 2,100 Therms or less | \$ 350.95 |
| Over 2,100 Therms, per Therm | \$0.12672 |

SYSTEM BENEFITS CHARGE:

In addition to the above delivery service charges, all customers taking service under this service classification shall be subject to a System Benefits Charge as explained in General Information Rule No. 31.

INCREMENTAL STATE ASSESSMENT SURCHARGE:

In addition to the above delivery service charges, all customers taking service under this Service Classification shall be subject to an Incremental State Assessment Surcharge as explained in General Information Rule 35.

DELIVERY SERVICE ADJUSTMENTS:

All customers taking service under this Service Classification shall be subject to a Research and Development Surcharge as explained in General Information Rule No. 30, and a Revenue Decoupling Mechanism Adjustment as explained in General Information Rule No. 32.

STATEMENT OF TRANSPORTATION RATES:

All surcharges or refunds applicable to billings for Service Classification Nos. 1, 2, 5, 7, 8, 9 and 13 will be duly filed with the Public Service Commission apart from this rate schedule, prior to the date on which the statement is proposed to be effective. Such statement will be available to the public at the Company's offices at which application for service may be made.

INCREASE IN RATES AND CHARGES:

The rates and charges under this Service Classification will be increased by a tax factor pursuant to Rule 19.

TERMS OF PAYMENT:

Bills are due and payable. Full payment must be received on or before the due date shown on the bill to avoid a late payment charge of one and one-half percent (1 1/2%).

TERM:

One year initially and renewable on a year-to-year basis thereafter until canceled on a prior thirty-day written notice by Company or customer.

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