

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 09/01/06

LEAF: 133
REVISION: 2
SUPERSEDING REVISION: 1

**SERVICE CLASSIFICATION NO. 3
LARGE GENERAL DELIVERY GAS SUPPLY SERVICE**

APPLICABLE TO USE OF SERVICE FOR:

All purposes except as otherwise provided in Service Classification No. 1. Available in all territory served when Company has facilities suitable and adequate for the load.

CHARACTER OF SERVICE:

Continuous, except as provided in Rule 3 of Rules and Regulations. Natural gas or a mixture of natural gas and other gas of not less than 1000 British Thermal Units per cubic foot. Normal pressure 6 inches, but not less than 4 inches, water column.

DEFINITIONS:

Monthly Capacity Gas Supply Charge – the rate per therm reflecting fixed charges provided for in 16 NYCRR 720-6.5, as included in the Monthly Cost of Gas Rate.

Ratchet Usage – equals one-third of the highest monthly usage taken by the customer during any monthly billing period in the previous months of January through March inclusive.

Metered Usage – is equal to the CCF associated with the customer's monthly billing (25-35 days) multiplied by the applicable BTU conversion factor.

Billed Usage – the higher of Metered Usage or Ratcheted Usage as defined above.

MONTHLY DELIVERY SERVICE RATES:

All Customers, as described above:

| | <u>Delivery Service Rate</u> |
|------------------------------|------------------------------|
| First 5,000 Therms or less | \$782.11 |
| Over 5,000 Therms, per Therm | \$0.04627 |

MONTHLY COST OF GAS:

In addition to the above Delivery Service Charges, customers will pay the Monthly Cost of Gas per therm of Metered Usage as explained in Rule 17 of this schedule, subject to the Monthly Minimum Gas Supply Charge set forth below.

MONTHLY MINIMUM DELIVERY SERVICE CHARGE:

The Monthly Minimum Delivery Service Charge is the charge for the Ratchet Usage as defined above, but in no case less than \$782.11.

Issued By: William F. Edwards, President, Syracuse, New York