

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 08/01/03

LEAF: 134
REVISION: 0
SUPERSEDING REVISION:

**SERVICE CLASSIFICATION NO. 3
LARGE GENERAL DELIVERY GAS SUPPLY SERVICE (CONTINUED)**

MONTHLY MINIMUM GAS SUPPLY CHARGE:

The Monthly Minimum Gas Supply Charge will be the dollars resulting from the sum of 1) the Monthly Capacity Gas Supply rate per therm as defined in this Service Classification plus twenty cents per therm, times the Ratchet Usage and 2) the Remaining Commodity Gas Supply Charges set forth below.

REMAINING COMMODITY GAS SUPPLY CHARGES:

The Remaining Commodity Gas Supply Charges are equal to Commodity Gas Supply Charges less 20 cents per therm multiplied by Metered Usage, as defined above.

BTU ADJUSTMENT:

Volumes of gas registered at the customer's meter, in CCF, will be adjusted for BTU content, in therms as stated in Rule 14.3.

INCREASE IN RATES AND CHARGES:

The rates and charges under this service classification, including Monthly Delivery Service, Monthly Cost of Gas, minimum charge, 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 date shown on the bill to avoid a late payment charge of one and one-half percent (1 1/2%) pursuant to Rule 15.2.

TERM:

One year and thereafter until canceled. This annual term provision will not apply in instances where delivery service customers are involuntarily switched back to sales service.

SPECIAL PROVISIONS:

1. Company shall not be obligated to supply service facilities of a capacity in excess of that necessary to supply utilization equipment normally and regularly used by customer.
2. Written application upon Company's prescribed forms is required.
3. Whenever service is supplied where extension of distribution main facilities for service is requested, construction will be in accordance to Rule 10 of this schedule.

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