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PSC NO: 219 GAS

NIAGARA MOHAWK POWER CORPORATION

INITIAL EFFECTIVE DATE: 08/01/03

LEAF: 93

REVISION: 0

SUPERSEDING REVISION:

GENERAL INFORMATION

17. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF PURCHASED GAS: (continued)

17.3.9 Load Factor:

17.3.9.1 The Monthly Cost of Gas Rate applicable to Service Classification Nos. S.C. 1, S.C. 2 and S.C. 3, shall be further adjusted for load factor as defined herein. The Average Demand Cost of Gas as defined in Rule 17.3.4 shall be further adjusted for the following factors to reflect class load factor. These factors may be updated by the Company from time to time.

SC1	1.00
SC2 RNH	1.00
SC2 RH	1.00
SC2 CH	1.00
SC2 CNH	1.00
SC2 IND	1.11
SC3	0.69

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